

CITY OF FRANKLIN

MAYOR'S 2010 RECOMMENDED BUDGET SUMMARY MATERIALS

FOR FINANCE COMMITTEE

SEPTEMBER 25, 2009

**CITY OF FRANKLIN
2010 BUDGET
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Letter of Transmittal – Summary Information
September 25, 2009

Honorable Mayor, Common Council, and Finance Committee:

The Mayor's Recommended City of Franklin Annual Budgets are enclosed.

The Mayor's Recommended 2010 budget recognizes the hardships that the citizens of Franklin are experiencing due to the unprecedented economic times. The recommended budget responds by holding the change in property taxes experienced by the average taxpayer to below normal inflationary forces and below the allowable state-imposed tax levy cap. In the face of continued falling revenues, the budget still achieves restraining the growth in the property tax rate by reducing City expenditures through various measures, including not hiring new full-time staff, not filling vacant positions, reducing or holding the line on current operating expenditures, and incorporating significantly restrained salary and benefit adjustments that are consistent with recently settled labor contracts.

The actions incorporated into the Mayor's 2010 Recommended Budget represent a continuation of the steps taken in the 2009 adopted budget and further actions taken by the Mayor during the course of 2009. The 2009 budget reacted to an expected loss of \$307,000 in non-tax revenue by reducing expenditures by \$430,000 while still incorporating the financially prudent action of adopting a new accounting standard, including funding the required additional \$533,000 in City expenditures. The City was able to accomplish this by not funding six positions for 2009 that had been in the 2008 budget including three positions that were layoffs, by tightening its belt across all departments, and by planning to use some funds from the City's reserves. Did we do enough? It was thought so at the time. In hindsight, however, our estimate of economic activity for a flat 2009 through three quarters then increasing economic activity in the fourth quarter was made obsolete by the results of the credit crisis that played out starting in the fourth quarter of 2008. As such, 2009 non-tax revenue is currently projected to decline from prior year revenue by \$667,000 or \$982,000 below our 2009 revenue budget. Declines occurred in most revenue categories with the largest decline (\$375,000) in interest revenue due the historically low interest rates, a direct result of the credit and housing crisis.

The Mayor recognizes that the people of Franklin are expecting their government to be as fiscally prudent as possible during this time when layoffs, plant closings, and foreclosures are happening in their lives and those of their family members. Furthermore, despite continued revenue shortfalls and a significant projected 2009 expenditure gap, the Mayor continues to believe that taxpayers should not be expected to simply make up this shortfall.

Therefore, during 2009, the Mayor reacted by instituting a hiring freeze and giving departments an overall goal to reduce expenditures to 96% of the adopted budget. Between the hiring freeze and the department's efforts to date, the current estimate reaches 96.8% and the final expenditure total is expected to be even closer to the goal.

For 2010 the Mayor is recommending a budget that reduces expenditures to 97.5% of the 2009 budget, despite certain obligated cost increases and general inflationary forces. The recommended budget strives to maintain services whenever possible. Not only were no new positions authorized in the 2010 recommended budget, the Mayor recommends that the following vacant positions not be funded in 2010 or until such time when the economy or the City of Franklin financial picture improves significantly:

- Two Police Officers
- Firefighter
- Highway worker
- Municipal Buildings - custodian

In addition to personnel reductions listed above the following is recommended:

- Freeze the tax levy to the Library, Capital Outlay, Equipment Revolving, Street Improvement and Debt Service Funds at the prior year amount.
- Use the entire amount of tax levy increase in the General Fund to help with the issues facing that fund.
- Accept the operating reductions offered by the departments
- Reduce the capital outlay requests of departments with most held at or below the prior year's level.
- Reduce the tax levy support for the Civic Celebrations and St. Martin's Fair Commissions in order to transition the events to self funded activities.

The Mayor's recommended budget, as further described below and throughout the budget document, establishes a 2010 budget based on realistic revenue projections.

The recommended budget also identifies that despite the actions already taken in 2009, reducing the estimated shortfall by \$1,755,000, there remains an estimated \$700,000 shortfall for 2009 at the present time. The Finance Committee reviewed the shortfall in July and again in September and is recommending to the Common Council that the shortfall be taken from the fund balance of the General Fund providing that the 2010 budget has revenue and expenditures substantially in balance, which it is. In this regard, the 2010 recommended budget reflects, following the course of action recommended by the Finance Committee. It is also worth noting that, despite the anticipated use of fund balance during 2009, the City's fund balance in the General Fund is expected to remain within its targeted threshold of 20% to 25%.

Budget Summary

Highlights of the Mayor's recommended budget include the following:

- The City tax rate of \$5.94 is recommended, an increase of \$.11 (1.84%) from the prior year.
- Leaving the vacant positions unfunded will create challenges for the affected departments. Based upon meetings with the departments, significant reduction in service levels are not anticipated. Retaining such service levels in each instance may require a closer analysis of departmental activities, performance, and operational activities. After that review, if alternative actions are not identified, there may be selective reductions in services provided or in some cases increased response times.
- The reduction in available revenue makes it difficult to continue tax levy support to two desirable discretionary services (Civic Celebrations/Fourth of July and St. Martin's Fair). The tax levy support is being reduced by 50% in 2010 with the preliminary intent to eliminate such property tax levy support in 2011. Each of these Commissions is asked to study, over the next 90 days, the impact of these reductions and to report back to the Mayor in early January and to the Council by February the potential impact of the reduction in tax levy support on these events. The report needs to include a forecast for the 2010 activities and the long term impact of this change in funding strategy. Additionally, the Commissions should anticipate a change to the recent broader contracting authority that has been delegated annually by the Common Council, such that greater operational oversight by the Mayor, Director of Administration, and Common Council can occur to ensure compliance with the plan and progress toward financial independence.
- The St. Martin's Fair recordkeeping will be changed in 2010 with the establishment of a Special Revenue Fund to record the revenue received and expenditures made for this activity separately from the General Fund, as is currently done for the Civic Celebrations Commission. In this way the fund will have the ability to retain excess funding, if any, for the following year's event.
- The emerald ash borer was recently discovered in Franklin. While the various groups begin to plan the City's response to this issue, the landscaping trees budget is being increased to allow the City to apply for a matching grant that together with City funding will increase the resources available, from \$11,000 to \$50,000 if the full grant is received, to manage an initial response to the emerald ash borer and to replace City trees.
- The Library tax levy was held at the same level for a second year. The Library has done a good job living within their available resources and should be commended for the proactive fiscal actions taken to control 2009 expenditures. The Library can succeed with stable tax levy funding in 2010 largely due to reciprocal borrowing, funding received through Milwaukee County. Potential revisions to this agreement may cause those amounts to be reduced in the future. In such an event, the City

will need to re-examine property tax levy support to ensure that the Library has sufficient baseline revenues to support the Library's core functions and the service levels upon which the citizens of Franklin have come to rely.

- The three-year garbage contract expires in 2009. The bids for the next 3 or 5 year contract have been received and are in line with the cost in the existing contract. There was concern that if the new contract contained a substantial increase the City's only option would have been to remove the garbage cost from property tax levy support and to bill those receiving this service. That is not necessary at this time.
- The Mayor intends to establish a work group consisting of representatives from Parks, Public Works, Finance, Administration and a public representative to study the recreational possibilities inherent in the Crystal Ridge area and to work with him to determine if it is feasible at this time to include this area into the Franklin Park plans. This action would also require cooperative discussions with Milwaukee County, the current owner of the facility.

The Mayor's Recommended 2010 budget continues to reflect adjustment to these unprecedented economic times. It does so largely by restraining growth in expenditures. It does not hold the citizens of Franklin responsible to replace lost revenue through substantially increased taxes. The Mayor recognizes that the Citizens of Franklin are experiencing the same, if not more, economic forces and subject to similar fiscal influences as the City. As citizens are forced to cut back at home, so too the City must do so in its operations. The Mayor's Recommended 2010 budget responds by reducing City expenditures through various measures, including not authorizing any new positions, not hiring new full-time staff to fill vacant positions, reducing or holding the line on current operating expenditures, and holding the change in property taxes experienced by the average taxpayer to below normal inflationary forces.

Tax Levy and Tax Rate

The Mayor's Recommended Budget results in a City tax rate of \$5.94 per \$1,000 of assessed value compared to last year's City tax rate of \$5.83 per \$1,000. The percentage increase in City tax rate is 1.84%.

The City tax rate is the result of the tax levy required to finance the activity in all funds divided by assessed value of the City. The prior year City tax rate multiplied by the new construction value provides the amount of growth tax levy and that is estimated at \$210,033, and again this year is down 39% from the prior year.

The following breakdown by fund reflects the tax levy requests by fund.

City of Franklin Tax Levy Information				
City Tax Rate Components	2009 Budget Tax Levy	2009 Budget Tax Levy	2009 Budget Tax Rate	2009 Budget Tax Rate
Capital Outlay	475,000	475,000	0.1361669	0.1375868
Equipment Replacement	277,000	277,000	0.0794068	0.0802348
Street Improvement	800,000	800,000	0.2293337	0.2317251
Debt Service	1,900,000	1,900,000	0.5446676	0.5503472
Subtotal	3,452,000	3,452,000	0.9895750	0.9998939
Library Program	1,150,000	1,150,000	0.3296672	0.3331049
General Fund Program	16,124,000	15,540,000	4.6222211	4.5012606
Total	20,726,000	20,142,000	5.9414633	5.8342593
Prior Year Levy	(20,142,000)	(19,555,000)		
Increase in Tax Levy	584,000	587,000		

Assessed Valuation

The year 2009 is not a reassessment year. The preliminary assessed value, exclusive of the TID value, increased from \$3,452,366,240 to \$3,488,366,240 or a 1.0% increase. The Board of Review is complete however a change in State law is requiring the Assessor to review for newly exempted property and the final manufacturing information from the State has not yet been received. When that information is available the actual assessment information which may slightly change the percentages and resulting tax rates.

General Fund

The General Fund is one section of the City's overall budget. It is the largest segment of the City's total budget and includes the operating expenditures of City departments.

The expenditure budget for 2010 of \$23,807,000 is a 2.5% decrease from the 2009 budget. The budget includes no new staff positions and eliminates funding for five full time vacant positions and takes other actions to reduce spending, as detailed at the beginning of this report. The recommended expenditures are the requests of the departments adjusted by the Mayor. The actual expenditures for 2008 were \$23,905,601, which under expended that budget by \$959,399 or 3.9% with \$676,000 of that amount anticipated. Some of the under expenditures were the result of vacant positions and by contingency budgeted but not used during the year. The budget for 2009 of \$23,847,000 was a 1.0% increase over the 2008 budget. The current estimate to be expended in 2009 is 23,647,222, 3.2% less than budgeted. The decrease from budget in this year's estimate is primarily caused by vacancies in positions, less group health & dental costs, spending restraint by departments and a contingency budget that will most likely not be expended. The budget did plan for unspent funds so as to not tax for all of the budgeted spending.

The current presentation of the budget has changed slightly. In prior years the estimate of unspent funds was shown as a transfer from fund balance. It is now being shown as a anticipated underexpenditure. This is reflected in the in the general government section of the General Fund report but is an estimate for all expenditure functions. This presentation format makes the comparisons between budget and actual years more meaningful. Whether we will be able to utilize this format for budget adoption is being researched and partly dependant on discussions being held with our outside auditors.

The actual General Fund tax levy revenue for 2008 was \$14,632,151. Tax levy revenue for 2009 was budgeted at \$15,540,000. The recommended General Fund tax levy revenue for 2010 is \$16,124,000. Freezing the tax levy in other funds enabled the total tax levy to remain at a 2.9% increase.

All other revenue received for 2008 was \$8,883,009 compared to a 2009 budget of \$8,476,000, an expected 4.6% decrease. The projection for all other revenue for 2009 is \$7,427,000, a \$1,049,000 or a 13.4% decrease from the 2009 budget. In 2010 all other revenue budgeted is \$7,683,000 a 9.4% decrease from the 2009 budget but a 3.5% increase from the 2009 estimate. The major reasons for the decrease in all other revenue in 2009 was the reduction: in interest revenue (\$400,000), in ambulance fees (\$330,000) and in permit fees (\$220,000).

OPEB (Other Post Employment Benefits)

Effective January 1, 2008 Council adopted OPEB accounting treatment (GASB 45 a governmental accounting standard) that reflects the cost of retiree health benefits over the working lives of the employees. At that time \$949,000 of fund balance in the General Fund was committed for the transition to this new standard. Through 2009 \$798,500 of that amount has been used and the remainder will be needed in the 2010 year. Based upon the 2010 actuarial report it would appear that no additional fund balance will be needed to fully fund this transition.

The budgeting philosophy remains that departments are to budget at an estimate of an average year's exposure with the understanding that the departments will be able to request additional appropriations from contingency or fund balance in a year in which there are unique circumstances or above average departmental needs for items such as overtime costs, salt purchases, fuel or claims against the City.

Library Fund

The Library is requesting expenditure funding of \$1,273,176, a decrease of \$484 in support of Library activities at least partially due to not receiving an increase in their tax levy funding. Their spending level is supported by tax levy of \$1,150,000, the same amount as 2008 and 2009, and plan to use of some of the Library's existing fund balance to support 2010 activities.

Sanitary Sewer Fund

The Sewer Fund receives its revenue from user fees and interest income. Its expenditures are to MMSD, salaries, benefits, capital assets and other costs of maintaining and improving the sanitary sewer system. The Fund balance in this fund has been reduced over a period of years. In 2009 MMSD had the second part of a significant sewer rate increase (about 12%). Sewer rates were proportionally increased to cover the increase and meet local operating costs of the fund. MMSD has indicated the need for an increase of about 2% in 2010 charges to cover on going costs. The Sewer Fund rates for 2009 will need to recover this increase in their rates.

Water Utility

No information is available on the budget for the Water Utility at this time. The approving body for the Water Utility is the Franklin Board of Water Commissioners. Information will be included in the 2010 City of Franklin Annual Budget Book.

Capital Outlay Fund

Departmental requests for capital outlays in 2010 totaled \$984,257 compared to \$1,086,392 in 2009. The Mayor reduced the departmental requests by \$441,128 leaving \$543,129 that compares to the \$559,686 in 2009. The related tax levy remained flat for 2010. Additional funding will be necessary for this fund to meet the ongoing need of the departments in future years.

Equipment Revolving Fund

The Equipment Revolving Fund provides for the replacement of various types of motorized equipment. New equipment is purchased by other funds. Replacement equipment purchased is placed on a depreciation schedule in the year acquired.

Replacement is made based upon the estimated useful life of the equipment. Funding from the tax levy should approximate the annual depreciation of the replacement value attributed to the city's total fleet based on estimated useful life. The 2009 funding was 49% of the goal. The tax levy budgeted for 2010 was \$277,000 the same as the 2009 tax levy. That represents 53% of the desired 2010 tax levy indicated by the fund policy. Replacement expenditures of \$510,000 have been requested for 2010 from this fund.

Street Improvement Fund

The Street Improvement Program is a separate capital projects fund to give visibility to street improvement activities. Many of the City of Franklin streets were reconstructed at the time sewer was installed in various parts of the City 25 to 30 years ago. Many streets need to be

resurfaced in the coming years. Tax Levy support was maintained at \$800,000 in 2010 after being reduced in 2009 from \$950,000 in the prior year. Due to favorable asphalt prices an additional \$587,000 in resurfacing projects were completed in 2009 utilizing the resources in the street improvement fund balance. A proposed five year street improvement program is included in the materials. The primary 2010 project has been awarded state stimulus funding. Due to this good fortune \$470,000 of the planned spending is recommended to be transferred to the Capital Improvement Fund to be used to fund capital projects that would otherwise require borrowed funding to complete. The remaining funding is intended for the Oakwood Road project with the understanding that the project may have to be delayed until 2011 until TIF #4 can borrow additional internally generated funds to complete the companion water project. Longer term the available revenues are insufficient to fund the projects scheduled to be implemented in the time frames projected.

Capital Improvement Fund

The Capital Improvement Plan is used to project public improvement needs for the coming years. The Capital Improvement Fund uses this five year forecast for planning purposes. Items contained in the Capital Improvement Fund are financed with existing resources, resources from other funds and from the issuance of debt. There are no major items in the 2010 budget as this fund has no appreciable fund balance. The few projects that are projected are included because of a transfer of funds from the Street Improvement Fund.

A 2010 budget for the Capital Improvement Fund is prepared each year as the first year of a five-year forecast. The 2010 forecast amount will be the amount presented for Common Council for budget approval. Projects that have Common Council approval will receive specific budget itemization. For those projects that have not yet had Common Council review and approval an unallocated total appropriation is requested.

Debt Service Fund

The City's plan is to issue Debt every other year in support of its capital activities. The last debt issuance in support of capital activities was in 2008. The City forecasts future debt issuance of \$2.0 million every other year to support public improvement projects. In response to the economic slowdown the forecast 2010 debt offering has been postponed at least until 2011. Where necessary borrowing needs arise they will be met by internal borrowing. However this source is limited due to the internal borrowing related to the 2008 debt repayment and the general economic situation.

Conclusion

Last year was represented as the "Perfect Storm" as development revenue was down significantly with no quick turnaround in sight. Cost increase pressures were led by increases in fuel, asphalt, insurance, electricity and natural gas costs. If that was the case then in 2009 we never got out of the path of the tornado! The components were different and explained earlier the result was similar. The City of Franklin Fund Balance will be reduced by about \$700,000 by the end of 2009. Combining the factors resulted in a 2010 forecast of \$1,362,000 that could not be supported by anticipated revenue. Tax levies of the other funds were frozen at the prior year level. Five full time positions were not funded for 2010. Budget reductions were made in all departments of the City resulting in a General Fund expenditure budget that decreased by 2.5% and an all continuing funds budgets decreased by 10.1%.

Combined capital spending is slightly lower than the prior year. The Capital Outlay Fund, Equipment Revolving Fund and the Street Improvement Fund was funded with the same tax levy as the prior year. The Capital Improvement budget is funded at a minimum level and Debt service tax levy has been funded with the same tax levy as the prior year.

In spite of many challenges, the Mayor has recommended a 2010 budget that restricts expenditure increases with a tax levy increase of 2.9%, a tax rate increase of 1.8% and a General Fund expenditure decrease of 2.5%.

Budget Process

The budget process begins with the preparation of a budget forecast. The forecast calculates 2010 costs based on a set of cost assumptions applied to the 2009 approved work program. The departments were then requested to provide their input on personnel needs, capital outlay needs, equipment replacement needs, street improvement needs, capital improvement needs and related debt service needs for 2010 and following years, where appropriate. That information plus the forecast was provided to the Mayor. The Mayor and staff reviewed the forecast and the requests for new personnel and determined what personnel, capital outlays, equipment replacement, street improvement, capital improvement and related debt service to include in the 2010 Department/Requested Budget. That information was communicated to the departments. The departments then prepared their Department/Requested budgets and submitted them to the Director of Finance & Treasurer for compilation. The Mayor consulted with the Director of Administration and Director of Finance & Treasurer, met with all Department Heads on specific issues and made necessary adjustments in putting together the 2010 Mayor's Recommended Budget.

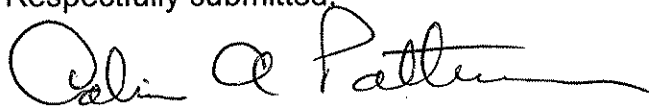
Budget Organization

The budget submittal consists of three packets. The first packet is summary information on the 2010 Mayor's Recommended Budget for all funds. The second and third packets contains the detail operating budgets of each department in the General fund. The detail operating budgets of the Library and the Sewer Fund with their supporting materials are in the Summary section. The Capital Project Funds and the Debt Service Fund information is also in the summary section.

The 2010 Budget information packets are designed to be inserted in a three ring binder so that when additional or revised information is distributed it can be inserted into that binder and the recipient will always have up to date 2010 budget information.

The Mayor's Recommended Budget will be available for inspection at the City Clerk's office and at the Library and is posted on the City website under the Finance Department by 9/30/09.

Respectfully submitted,

A handwritten signature in black ink, appearing to read "Calvin A. Patterson", with a long horizontal flourish extending to the right.

Calvin A. Patterson, CPA
Director of Finance & Treasurer

City of Franklin
2010 Forecast

SUMMARY OF CITY OF FRANKLIN REVENUE AND EXPENDITURES

	2007 Actual	2008 Actual	2009 Adopted Budget	2009 Amended Budget	2009 Estimate (12 months)	2010 Recommend Budget	Percent Change
Operating Funds:							
General Fund							
Revenue							
Other Taxes	\$ 1,267,019	\$ 1,329,594	\$ 1,556,000	\$ 1,556,000	\$ 1,489,000	\$ 1,560,000	0.3%
Intergovernmental Revenue	2,460,464	2,608,433	2,391,000	2,391,000	2,513,992	2,463,000	3.0%
Licenses and Permits	978,942	723,225	816,400	816,400	608,908	678,650	-16.9%
Fines, Forfeitures, and Penalties	392,451	362,928	400,000	400,000	380,000	400,000	0.0%
Public Charges for Service	1,559,178	1,868,363	2,185,000	2,185,000	1,674,700	1,834,450	-16.0%
Intergovernmental Charges	426,387	206,156	266,000	266,000	270,000	250,000	-6.0%
Interest Revenue	941,177	730,239	755,000	755,000	355,000	395,000	-47.7%
Miscellaneous Revenue	129,119	105,425	106,600	106,600	135,400	101,900	-4.4%
Transfers from Other Funds	0	948,646	0	0	0	0	0.0%
Total non-tax levy revenue	8,154,737	8,883,009	8,476,000	8,476,000	7,427,000	7,683,000	-9.4%
Property Taxes	13,615,257	14,632,151	15,540,000	15,540,000	15,520,000	16,124,000	3.8%
Total Revenue	21,769,994	23,515,160	24,016,000	24,016,000	22,947,000	23,807,000	-0.9%
Expenditures							
General Government	\$ 2,609,730	\$ 2,825,791	\$ 2,024,666	\$ 2,024,666	\$ 2,832,949	\$ 2,565,519	26.7%
Public Safety	13,835,982	15,205,978	15,807,020	15,807,020	15,011,659	15,240,969	-3.6%
Public Works	4,110,460	4,632,957	4,670,054	4,688,054	4,570,980	4,655,547	-0.3%
Health and Human Services	553,419	605,012	636,860	636,860	632,855	638,283	0.2%
Culture and Recreation	234,253	183,003	229,325	229,325	226,157	176,175	-23.2%
Conservation and Development	497,502	452,859	447,075	447,075	372,622	453,507	1.4%
Contingency	0	0	665,000	647,000	0	77,000	-88.4%
Other Financing Uses	1,015,000	0	0	0	0	0	0.0%
Total Expenditures	\$ 22,856,346	\$ 23,905,601	\$ 24,480,000	\$ 24,480,000	\$ 23,647,222	\$ 23,807,000	-2.7%
Fund Balance:							
Beginning of Year	7,021,834	5,935,482	5,545,041	5,545,041	5,545,041	4,844,819	
Net Change/Transfer from Fund Bal.	(1,086,352)	(390,441)	(464,000)	(464,000)	(700,222)	-	
End of Year	\$ 5,935,482	\$ 5,545,041	\$ 5,081,041	\$ 5,081,041	\$ 4,844,819	\$ 4,844,819	
Special Revenue Funds							
Revenue							
Property Taxes - Library	\$ 1,119,000	\$ 1,150,000	\$ 1,150,000	\$ 1,150,000	\$ 1,150,000	\$ 1,150,000	0.0%
Reciprocal Borrowing - Library	95,939	106,973	50,000	50,000	50,000	50,000	0.0%
Public Charges for Service - OPEB	13,646	0	0	0	0	0	0.0%
Miscellaneous Revenue	39,212	33,428	24,000	24,000	24,000	24,000	0.0%
Transfer from Other Funds -OPEB	935,000	0	0	0	0	0	0.0%
Total Revenue	\$ 2,202,797	\$ 1,290,401	\$ 1,224,000	\$ 1,224,000	\$ 1,224,000	\$ 1,224,000	0.0%
Expenditures							
Library	\$ 1,183,818	\$ 1,251,699	\$ 1,273,660	\$ 1,273,660	\$ 1,238,624	\$ 1,273,176	0.0%
GASB 45 OPEB	-	948,646	-	-	-	-	0.0%
Total Expenditures	\$ 1,183,818	\$ 2,200,345	\$ 1,273,660	\$ 1,273,660	\$ 1,238,624	\$ 1,273,176	0.0%
Fund Balance							
Beginning of the Year	189,443	1,208,423	298,480	298,480	298,480	283,856	
End of the Year	\$ 1,208,423	\$ 298,480	\$ 248,820	\$ 248,820	\$ 283,856	\$ 234,680	
Sanitary Sewer Fund							
Revenue							
Charges for Services	\$ 2,031,812	\$ 2,708,303	\$ 3,025,000	\$ 3,025,000	\$ 2,922,000	\$ 3,009,000	-0.5%
Miscellaneous Revenue	28,645	21,148	11,000	11,000	11,000	11,000	0.0%
Total Revenue	\$ 2,060,457	\$ 2,729,451	\$ 3,036,000	\$ 3,036,000	\$ 2,933,000	\$ 3,020,000	-0.5%
Expenditures							
Operations and Maintenance	\$ 1,969,180	\$ 2,336,226	\$ 2,674,060	\$ 2,674,060	\$ 2,521,216	\$ 2,672,800	0.0%
Capital Outlay	16,131	62,047	100,000	100,000	150,000	100,000	0.0%
Transfers to Other Funds	90,000	97,200	101,000	101,000	99,900	93,200	-7.7%
Total Expenditures	\$ 2,075,311	\$ 2,495,473	\$ 2,875,060	\$ 2,875,060	\$ 2,771,116	\$ 2,866,000	-0.3%
Retained earnings							
Beginning of the Year	921,326	857,829	966,171	966,171	966,171	1,130,855	
Transfer to Invested in Capital	(48,643)	(125,636)	2,800	2,800	2,800	21,000	
End of the Year	\$ 857,829	\$ 966,171	\$ 1,129,911	\$ 1,129,911	\$ 1,130,855	\$ 1,305,855	

	2007 Actual	2008 Actual	2009 Adopted Budget	2009 Amended Budget	2009 Estimate (12 months)	2010 Recommend Budget	Percent Change
Capital Expenditure Funds							
Equipment Replacement Fund, Capital Outlay Fund & Street Improvement Fund							
Revenue							
Property Taxes-Capital Outlay	\$ 445,000	\$ 475,000	\$ 475,000	\$ 475,000	\$ 475,000	\$ 475,000	0.0%
Property Taxes-Equip Replacement	315,000	327,000	277,000	277,000	277,000	277,000	0.0%
Property Taxes-Street Improvement	910,000	950,000	800,000	800,000	800,000	800,000	0.0%
Intergovernmental Revenue	266,183	82,190	0	0	0	54,970	0.0%
Miscellaneous Revenue	307,521	251,566	121,000	121,000	121,000	121,000	0.0%
Other Financing Sources	134,195	0	28,900	28,900	28,900	0	100.0%
Total Revenue	\$ 2,377,899	\$ 2,085,756	\$ 1,701,900	\$ 1,701,900	\$ 1,701,900	\$ 1,727,970	1.5%
Expenditures							
Capital Outlay-Equip Replacement	\$ 693,454	\$ 535,257	\$ 335,000	\$ 684,000	\$ 685,000	\$ 510,000	52.2%
Capital Outlay-Capital Outlay	713,053	528,200	559,686	629,486	599,222	543,129	-3.0%
Capital Outlay-Street Improvement	721,096	896,058	1,115,000	1,682,000	1,564,000	885,000	-20.6%
Total Expenditures	\$ 2,127,603	\$ 1,959,515	\$ 2,009,686	\$ 2,995,486	\$ 2,848,222	\$ 1,938,129	-3.6%
Fund Balance							
Beginning of the Year	2,707,258	2,957,554	3,083,794	3,083,794	3,083,794	1,937,472	
End of the Year	\$ 2,957,554	\$ 3,083,794	\$ 2,776,008	\$ 1,790,208	\$ 1,937,472	\$ 1,727,313	
Debt Service Fund							
Revenue							
Property Taxes	\$ 2,110,000	\$ 2,000,000	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	\$ 1,900,000	0.0%
Miscellaneous Revenue	401,039	-	-	-	-	-	0.0%
Other Financing Source:							
Transfer from Other Funds	1,922,093	(184,476)	317,000	19,000	19,000	343,000	8.2%
Transfer from TIF Districts	373,748	337,659	239,131	220,161	220,161	197,117	-17.6%
Transfer from Special Assessments	-	296,166	1,402,883	2,953,212	2,953,212	-	100.0%
Total Revenue	\$ 4,806,880	\$ 2,449,348	\$ 3,859,014	\$ 5,092,373	\$ 5,092,373	\$ 2,440,117	-36.8%
Proceeds from Borrowing	\$ 9,966,670	\$ -	\$ -	\$ -	\$ -	\$ -	
Expenditure							
Debt Service *	\$ 13,610,524	\$ 4,158,681	\$ 4,396,014	\$ 8,774,373	\$ 8,774,373	\$ 1,608,101	-63.4%
Bond Issue Cost	-	-	-	-	-	-	
Refunded Debt	-	-	-	-	-	-	
Transfer to Other Funds	-	2,500,000	-	-	-	-	-100.0%
Fund Balance							
Beginning of the Year	1,746,307	1,409,333	(0)	(0)	(0)	(0)	
Interfund advances *	1,500,000	(2,800,000)	(537,000)	(3,682,000)	(3,682,000)	820,000	
End of the Year	\$ 1,409,333	\$ (0)	\$ (0)	\$ (0)	\$ (0)	\$ 12,016	
* Excludes TIF Districts Debt service activity							
Summary of Budgeted Funds(without one time projects):							
Total Revenue	\$ 33,218,028	\$ 32,070,116	\$ 33,836,914	\$ 35,070,273	\$ 33,898,273	\$ 32,219,087	-4.8%
Total Expenditures	41,853,602	34,719,614	35,034,420	40,398,579	39,279,557	31,492,406	-10.1%
Total Tax Levy	18,514,257	19,534,151	20,142,000	20,142,000	20,122,000	20,726,000	2.9%
Percent of Total Revenue	55.7%	60.9%	59.5%	57.4%	59.4%	64.3%	
Assessed Value	2,436,464,990	2,574,512,790	3,452,366,240	3,452,366,240	3,452,366,240	3,488,366,240	1.0%
Tax Rate	\$7.599	\$7.588	\$5.834	\$5.834	\$5.834	\$5.941	1.8%
Total Fund Balance & Retained Earnings	12,368,620	9,893,486	9,235,780	8,249,980	8,197,002	8,124,683	-12.0%
Percent of Total Expenditures	29.6%	28.5%	26.4%	20.4%	20.9%	25.8%	
Capital Improvement Fund (One time projects):							
Revenue							
Intergovernmental Revenue	0	265,987	0	0	0	0	0.0%
Miscellaneous Revenue	\$ 111,265	\$ 66,391	\$ 25,000	\$ 45,000	\$ 45,000	\$ 47,500	90.0%
Other Financing Sources	2,254,360	3,675,548	1,805,000	2,068,000	1,763,000	1,970,000	9.1%
Total Revenue	\$2,365,624	\$4,007,926	\$1,830,000	\$2,113,000	\$1,808,000	\$2,017,500	10.2%
Proceeds from Borrowing	\$0	\$0	\$0	\$0	\$0	\$0	0.0%
Expenditures							
Capital Outlay	\$ 5,504,392	\$ 3,244,552	\$ 1,820,000	\$ 3,046,000	\$ 2,826,000	\$ 2,015,000	10.7%
Other Financing Uses	-	-	-	-	-	-	
Fund Balance							
Beginning of the Year	3,414,570	275,802	1,039,176	1,039,176	1,039,176	21,176	
End of the Year	\$ 275,802	\$ 1,039,176	\$ 1,049,176	\$ 106,176	\$ 21,176	\$ 23,676	

Opportunities and Threats facing the current and future year budgets

Opportunities

- Additional annual Landfill siting fees of in the area of \$1 million to \$2 million could be available after an agreement on landfill expansion is reached.
- Consolidation of similar services with neighboring communities.
- Billing residential refuse collection and removing that amount from the tax levy
- Establishing a property tax equivalent from the Sewer Service Fund that would provide the equivalent of property taxes on the sewer service assets similar to the amounts charged to the Water Utility
- Billing 100% of the fire protection charges to the water utility customers instead of the current practice of 50% to the property tax levy and 50% to the utility customer
- The completion of TIF District # 2 currently projected in 2011
- Growth of the Community – Increased revenue
- Level of City tax rate below comparable Milwaukee County communities

Threats

- If landfill activities end, certain costs now provided free as part of landfill agreement will become the responsibility of the City possibly in the area of \$250,000 to \$500,000 annually
- Municipal property tax levy limits limited to the larger of new construction growth or 3% in 2010.
- State Budget challenges create uncertainty in future shared revenue, expenditure restraint payments and transportation revenue
- Infrastructure improvements necessary in the developing 27th Street corridor
- Potential for large increases in annual health care costs
- Development of the Park plan could strain available financial resources
- Growth of the community –
 - Increased demand for services from residents
 - Increased need for staffing to provide same services

This is intended to be a dynamic list. Please feel free to provide Director of Finance & Treasurer with other opportunity or threats to add to this list at any time! Updated September 21, 2009

City of Franklin
2010 Recommended Budget
Tax Levy Information

Assessed Values

	Reassessment	New Properties	
Old Assessed Value - (net of TIF)	3,452,366,240	3,452,366,240	Growth - 1.00%
Change	0	36,000,000	Reassessment - 0.0%
New Assessed Value - (net of estimated TIF value)	3,452,366,240	3,488,366,240	

A Impact of Growth in Assessed Value

	2009 Budget Tax Levy	2009 Budget Tax Rate	2008 Budget Tax Levy	Tax Levy % change	2008 Budget Tax Rate *	Tax Rate % change
City Tax Rate Components						
General Fund Operating Budget	15,702,045	4.5012606	15,540,000	1.04%	4.5012606	0.00%
Library Program	1,161,992	0.3331049	1,150,000	1.04%	0.3331049	0.00%
Capital Outlay Fund	479,953	0.1375868	475,000	1.04%	0.1375868	0.00%
Equipment Revolving	279,888	0.0802348	277,000	1.04%	0.0802348	0.00%
Street Improvement Program	808,342	0.2317251	800,000	1.04%	0.2317251	0.00%
Debt Service	1,919,812	0.5503472	1,900,000	1.04%	0.5503472	0.00%
	<u>20,352,033</u>	<u>5.8342593</u>	<u>20,142,000</u>	<u>1.04%</u>	<u>5.8342593</u>	<u>0.00%</u>
	-20,142,000					
Tax Revenue from Growth	210,033	Each .01 change	\$34,523.66	0.17%	\$0.01	
Assessed Value - (net of TIF)		3,488,366,240	3,452,366,240	1.04%	0.060209657	

* After adjustment for reassessment, if any

B Impact of Forecast

	2009 Budget Tax Levy	2009 Budget Tax Rate	2009 Budget Tax Levy **	Tax Levy % change	2009 Budget Tax Rate **	Tax Rate % change
City Tax Rate Components						
General Fund Operating Budget	16,124,000	4.6222211	15,702,045	2.69%	4.5012606	2.69%
Library Program	1,150,000	0.3296672	1,161,992	-1.03%	0.3331049	-1.03%
Capital Outlay Fund	475,000	0.1361669	479,953	-1.03%	0.1375868	-1.03%
Equipment Revolving Fund	277,000	0.0794068	279,888	-1.03%	0.0802348	-1.03%
Street Improvement Program	800,000	0.2293337	808,342	-1.03%	0.2317251	-1.03%
Debt Service	1,900,000	0.5446676	1,919,812	-1.03%	0.5503472	-1.03%
	<u>20,726,000</u>	<u>5.9414633</u>	<u>20,352,033</u>	<u>1.84%</u>	<u>5.8342593</u>	<u>1.84%</u>
	-20,352,033					
Increase in tax Levy	373,967	Each .01 change	\$34,883.66	0.17%	\$0.01	
		Each 1.0% change	\$ 203,520	1.00%	\$0.06	
Assessed Value - (net of TIF)		3,488,366,240	3,488,366,240	0.00%		

** After adjustment for growth (& reassessment, if any)

Combined increase in tax Levy	584,000	2.899%	Current year tax rate change	1.84%
Combined increase in tax Levy - Prior Year	587,000	3.002%	Prior year tax rate change	1.80%
Combined increase in tax Levy - Two Years ago	1,054,000	5.697%	Two Years ago tax rate change	3.18%
Combined increase in tax Levy - Three Years ago	935,000	5.323%	Three Years ago tax rate change	1.93%
Combined increase in tax Levy - Four Years ago	666,700	3.945%	Four Years ago tax rate change	-1.63%
		22.64%	Five Year tax rate change	7.25%
		4.53%	Per Year Average	1.45%
		13.87%	Five Year Inflation change	13.87%
Prior Year Tax Levy	20,142,000.00			
Less Debt Authorized after 7/1/2005	0.00			
	<u>20,142,000.00</u>			
Add greater of percentage growth (1.0%) or 3.0%	604,260.00			
	<u>20,746,260.00</u>			
Add allowable debt increase authorized prior to 7/1/2005	0.00			
Add allowable increase in debt service after 7/1/2005	0.00			
Tax Levy Limit	<u>20,746,260.00</u>			
Allowable Increase in the Levy Limit	604,260.00			
	20,260.0			

**City of Franklin
Manpower Requests
September 21, 2009**

The new positions by fund that have been requested by department heads for the 2010 year are as follows:

General Fund		Wage Cost Benefit Cost	
		Department	Mayor
Police Department			
Police Officer – 1.0 FTE	(1-1-10)	\$54,000	\$ - 0 -
To fund the unfunded patrol position		\$44,000	\$ - 0 -
Fire Department			
Firefighter /Paramedic – 1.0 FTE	(9-1-10)	\$18,000	\$ - 0 -
To fund a new firefighter position		\$18,000	\$ - 0 -
Health Department			
Secretary – .20 FTE	(1-1-10)	\$5,188	\$ - 0 -
Add part time secretary for immunization assistance		\$1,239	\$ - 0 -
Police Department			
Information Technology support	(1-1-10)	\$17,000	\$ - 0 -
Creates full time contracted Police IT Support position			
Currently funded for 32 hours in the IS Department			

The cost of wages of the new positions to the General Fund requested by departments for inclusion in the 2010 budget is \$77,188 in wages, \$63,239 in benefits and \$17,000 for contracted services for a total cost of \$157,427.

Department requests assume that all vacant positions are filled. Filling those positions will cost about \$ 362,000. (Two Police, one Fire, one Highway and one municipal building)

The Mayor is not able to include any new positions or the funding of vacant or to become vacant positions in his recommended budget.

Library Fund - None
Sewer & Water Fund - None

Franklin Police Department
Personnel Requests
2010 Budget

Information Technology Support 41.211.0000.5111

For 2010 the police department is requesting that eight additional hours of time per week be allotted to provide for a full time IT Support employee to work under the sole authority and supervision of the Chief of Police. Currently the Department is allotted 32 hours of IT support. We feel that this increase is justified due to the numerous information systems in use by the Department. The list of information applications and activities listed below are examples of areas where IT support is needed.

KPI Phoenix Computer Aided Dispatch	KPI Records Management System
Avaya Telephone System and Voice Mail	Rescue Star 911 Telephone System
KPI Wireless Digital Assistant (MDC)	Call-Check Telephone Recording System
Enforcer Records Management System	Win-Scribe Report Recording System
Networking to City Hall and PD Systems	Workstation Hardware/Software Support
Scheduling Software	Crystal Reports Development
Portal 100 Teletype System and VPN	Live-Scan Fingerprint Submission
Connectivity to Greenfield PD	Hardware/Fast ID System
TraCS Reporting Systems and Hardware	WIJIS upkeep and Hardware Maintenance
Courtroom Voice Recording System	Internet Connectivity and Security
FRED Computer Crimes System	Laptop Hardware (For MDC System)
Monthly KPI User Group Meetings	Research and Purchase of Hardware
Wireless Windows Mobile programs	Software Updates

In addition to these applications the Department is currently working on several grants and advancements aimed to make the police department work more efficiently and potentially limit the number of new police officer positions needed by the City in the future. These applications include:

Automated License Plate Reader System	Upgrade of the In-Car Video Systems
Web Based Citizen Reporting Systems	Crime Mapping Systems
Crime Analysis Applications	Video Access to Alarmed Businesses

Since 2008 the Department has been working with 32 hours of IT support per week. Even with the 32 hours of support we are finding that we continue to experience delays in beginning new projects and finishing current projects. There are times when the IT support person assigned to the PD is needed to help out with City Hall or Fire Department IT issues, and the full 32 hours is not devoted to police IT issues. Two Captains are still devoting a significant amount of time assisting with the administration of these programs and applications, taking them away from work on their other responsibilities.

Based on the above information the Department is requesting that an additional 8 hours of IT Support be approved and that this position fall under the sole authority of the Chief of Police.

Patrol Officer Position (Fill Non-funded Position)

The Department is requesting that the Patrol Officer position that went unfunded in 2009 be funded for 2010. By filling this position the staffing level of the police department will be brought back to the 2001 manpower level. 6.1

Fire Department
2010 Fire Department New Positions Request

Personal Services Account including family benefits \$36,000

The fire department continues to experience increased demands for service. Since 2004, the number of requests for service has increased from 2,671 to 3,356, an increase of 25% while the staff of the department has grown less than 5%. The Franklin Fire Department continues to be understaffed when compared to national standards and benchmarked against most comparable neighboring departments. Due to the increase in elderly housing and the general aging of Franklin's population, the demands on the fire department will continue to increase.

The fire department's goal is to fill a current vacancy and increase staffing by three additional personnel, one per each of the three shifts in the near future. This will ensure three fully staffed paramedic units and a minimum of three personnel at each of the out-lying stations. The fire department is aware of the difficult financial situation facing the City of Franklin; however, this does not negate the fact that the demands on the fire department continue. The fire department is proposing to gradually obtain this goal, staggering the start dates of the three firefighter/paramedic employees. Along with filling the current vacancy, the fire department is requesting one additional firefighter/paramedic to start on September 1, 2010. This position will be used to cover the anticipated vacancy created by one personnel attending paramedic education in the late summer and fall of 2010.

In summary, the demands on the fire department continue. The goal from five years ago of increasing staffing by six employees has not changed. Through reorganization and assistance from the Mayor and Common Council, the fire department was able to temporarily meet half of this goal after eliminating a management position; however, due to budget cuts, daily minimum staffing has returned to the levels realized before the restructuring. The above proposal continues to gradually obtain the needed staff while showing fiscal responsibility.

Respectfully,

James Martins, Fire Chief



To: Cal Patterson, Director of Finance & Treasurer

From: William Wucherer, Director of Health & Social Services *WW*

Re: 2010 Budget New Personnel Request

Date: August 6, 2009

The purpose of this memo is to request mayoral consideration and support for a part-time [0.2 FTE], non-benefit secretary for the Health Department. I have discussed the current secretarial pay range with Dana Zahn and concluded range would be \$15-18/hours. A beginning hourly wage at the midpoint [\$16.50] would be my recommendation.

The new secretary position would largely be seasonal [May through December] and require flexible scheduling from any interested applicant. Rarely would the weekly secretarial commitment exceed 16 hours; and, during many months of the year, little or no work hours would be required. The Health Department's primary needs involve our licensing period (May-June) and our busiest immunization clinic period (July-December). A trained secretary would also be an asset in working when our only full-time secretary is on vacation, using comp. time or a personal day.

While this request is for the 2010 personnel budget, I have also requested that the mayor allow me to fill this part-time secretarial position as soon as possible during the remainder of the 2009 fiscal year. Funds are available at this time for this new position.

As you know, I have requested secretarial assistance in previous years. Likewise, I understand the current financial strain that the City of Franklin faces. However, I am confident that this position will be fully supported from current revenue sources. First, when the City of Franklin became an Agent of the State for inspection services, an administrative fee was built into the program. Second, and to a lesser degree, the Health Department receives grant funds for immunization services from the State. These funds may not supplant currently budgeted employees; however, new employment position can be funded by grant dollars. Combined, the licensing fee and the immunization grant, can sustain the part-time secretarial position that the Health Department needs.

CITY OF FRANKLIN
AUTHORIZED POSITIONS - FULL TIME EQUIVALENTS

DEPARTMENT	2000	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
COMMON COUNCIL							0.48	0.48	0.48	0.00	0.00
MUNICIPAL COURT	0.20	0.20	0.45	0.45	0.45	0.50	2.00	2.00	2.00	2.00	2.00
CLERK	3.50	3.50	3.50	3.50	3.50	3.50	3.50	3.53	3.53	4.00	4.00
INFORMATION SERVICES	2.00	1.00									
ADMINISTRATOR	3.00	3.00	3.00	3.00	3.25	3.75	3.80	3.80	3.80	3.60	3.60
FINANCE	7.33	7.38	7.38	7.18	7.45	7.45	7.30	7.30	7.10	7.10	7.10
ASSESSOR	2.00	2.00	2.00	2.00	2.00	1.00	1.00	1.00	1.00	1.00	1.00
MUNICIPAL BUILDINGS	3.06	4.06	4.56	5.06	4.68	4.68	4.90	4.83	4.83	4.74	3.92
TOTAL GENERAL GOVERNMENT	21.09	21.14	20.89	21.19	21.33	20.88	22.98	22.94	22.74	22.44	21.62
POLICE	76.50	76.75	78.75	78.75	78.75	78.75	77.25	77.25	77.25	77.25	77.25
FIRE	38.00	44.00	44.50	44.00	44.00	44.00	44.00	45.45	46.45	46.45	46.45
PAID ON CALL FIRE	21.00	6.00	6.00								
BUILDING INSPECTION	11.00	11.00	11.00	12.00	11.00	12.00	10.00	10.00	10.00	8.00	8.00
TOTAL PUBLIC SAFETY	146.50	137.75	140.25	134.75	133.75	134.75	131.25	132.70	133.70	131.70	131.70
ENGINEERING	8.70	9.80	9.80	9.80	9.80	9.80	9.80	9.80	9.80	8.80	8.25
HIGHWAY	19.75	19.75	21.00	22.00	21.00	22.00	22.00	22.00	22.00	22.00	22.00
PARKS	1.25	1.25	1.25	1.25	1.25	1.25	1.25	1.79	2.27	2.00	2.00
TOTAL PUBLIC WORKS	29.70	30.80	32.05	33.05	32.05	33.05	33.05	33.59	34.07	32.80	32.25
PUBLIC HEALTH	6.16	6.16	6.35	6.35	6.35	6.50	6.50	6.63	6.50	6.15	6.15
PLANNING	5.15	5.09	5.84	6.49	5.21	6.60	6.60	7.60	7.60	5.60	5.60
TOTAL GENERAL FUND	208.60	200.94	205.38	201.83	198.69	201.78	200.38	203.46	204.61	198.69	197.32
PUBLIC HEALTH - GRANT		0.60	0.60	0.60	0.60	0.25					
LIBRARY	11.77	12.81	15.29	15.04	15.59	16.10	16.92	17.22	17.20	17.11	17.12
SEWER & WATER	9.75	9.75	10.75	9.80	10.80	11.10	12.85	12.85	12.85	12.55	12.55
TOTAL (including paid on call)	230.12	224.10	232.02	227.27	225.68	229.23	230.15	233.53	234.66	228.35	226.99
TOTAL FTE's	209.12	218.10	226.02	227.27	225.68	229.23	230.15	233.53	234.66	228.35	226.99

CITY OF FRANKLIN FINANCE DEPARTMENT
2009-2010 Budget Salaries and Benefits

	# OF FTE	FULL TIME SALARIES	PART TIME SALARIES	TEMP SALARIES	ANNUAL SALARIES	OVER-TIME	COMP	HOLIDAY	VAC-ATION	LONGEV	FICA	RETIRE-MENT	RETIRE-HEALTH	GROUP HEALTH & DENTAL	LIFE INSUR	WORK COMP	COLLEGE INCENTIVE	ALLO-CATED PAYROLL	TOTAL	OTHER
102 COMMON COUNCIL																				
PROJECTED 2009 ACTUALS	-		60,000		60,000						5,783					204			65,987	Mileage
2009 BUDGET	-		60,000		60,000						5,783					204			65,987	15,600
2010 BUDGET	-		60,000		60,000						5,783					257			66,040	0.1%
121 MUNICIPAL COURT																				
PROJECTED 2009 ACTUALS	2,000	52,407	35,996		88,403	500		4,046	4,872	270	7,504	7,709	880	24,126	343	264			138,917	
2009 BUDGET	2,000	53,710	36,369		90,079	2,575		4,147	4,993	270	7,808	8,105	1,000	25,248	332	273			144,830	
2010 BUDGET	2,000	53,465	35,973		89,438	2,575		4,127	5,292	270	7,779	8,068	916	23,772	347	343			142,917	-1.3%
141 CITY CLERK																				
PROJECTED 2009 ACTUALS	4,006	141,697	34,791	800	177,288	600	0	10,344	15,230	810	15,627	18,467	1,822	48,175	813	551		(13,800)	275,927	
2009 BUDGET	3,999	144,545	35,259	601	180,405	1,200	0	10,034	15,709	810	15,824	18,328	2,100	50,402	1,000	561		(13,800)	283,173	
2010 BUDGET	3,999	145,435	35,247	601	181,263	600	0	10,503	13,962	816	15,846	18,735	1,897	47,112	826	704		(14,600)	277,691	-1.9%
142 ELECTIONS																				
PROJECTED 2009 ACTUALS		422	481	9,986	10,899	1,496	0			4	184	212	25	491	7	59			13,377	
2009 BUDGET		720	490	9,696	10,905	1,162	0			4	182	185	100	605	6	61			13,213	
2010 BUDGET		1,440	977	23,976	26,393	3,871	0			8	482	589	89	1,137	17	160			32,746	147.8%
147 ADMINISTRATION																				
PROJECTED 2009 ACTUALS	3,600	181,665	19,307		200,972	1,000	0	12,019	12,038	150	17,303	22,618	2,991	41,004	997	610		(18,900)	292,802	
2009 BUDGET	3,600	184,673	19,307		203,980	1,500	0	11,364	12,154	150	17,530	22,915	3,400	42,852	2,047	617		(18,900)	299,609	
2010 BUDGET	3,600	184,898	19,403		204,301	1,500	0	12,523	13,423	185	17,743	23,193	3,128	40,440	1,019	787		(19,400)	298,842	-0.3%
151 FINANCE																				
PROJECTED 2009 ACTUALS	7,100	232,275	93,319	4,680	330,274	700		18,933	23,540	675	28,620	34,822	3,036	75,560	1,366	1,009		(57,700)	480,855	
2009 BUDGET	7,100	235,967	93,741	4,820	334,528	1,200		18,315	23,742	670	28,952	35,261	3,500	79,047	3,107	1,021		(57,700)	471,643	
2010 BUDGET	7,100	237,392	94,270	4,774	336,465	1,200		19,290	23,979	775	29,198	35,547	3,175	74,505	1,524	1,296		(62,400)	464,524	-1.5%
154 ASSESSOR																				
PROJECTED 2009 ACTUALS	1,000	36,449	0		36,449	300	0	2,258	3,226	240	3,226	4,217	0	19,656	184	114			69,570	
2009 BUDGET	1,000	36,449	0		36,449	300	0	2,258	3,226	240	3,249	4,247	0	20,580	176	114			70,839	
2010 BUDGET	1,000	36,631	0		36,631	300	0	2,269	3,242	300	3,270	4,274	0	19,356	189	145			69,976	-1.2%
181 MUNICIPAL BUILDINGS																				
PROJECTED 2009 ACTUALS	4,740	112,077	46,432	9,235	167,744	3,500	0	13,452	11,258	105	14,998	20,383	5,101	52,649	483	8,538		(150,600)	147,609	
2009 BUDGET	4,740	124,071	48,719	9,512	182,302	3,000	0	10,359	9,232	120	15,684	11,308	6,500	62,028	844	8,936		(150,600)	159,713	
2010 BUDGET	3,920	102,901	35,550	9,420	147,871	3,000	0	8,532	7,777	60	12,794	18,434	3,452	39,384	422	7,647		(157,200)	92,173	-42.3%
GENERAL GOVERNMENT TOTAL																				
PROJECTED 2009 ACTUALS	22,446	756,992	290,326	24,711	1,072,029	7,796	-	61,052	70,164	2,254	93,245	108,428	13,855	261,681	4,193	11,347	-	(241,000)	1,465,044	15,600
2009 BUDGET	22,439	780,135	293,885	24,629	1,098,649	10,937	-	56,477	69,056	2,264	95,112	100,849	16,600	280,762	7,514	11,787	-	(241,000)	1,509,007	15,600
2010 BUDGET	21,619	762,151	281,421	38,770	1,082,342	13,046	-	57,244	67,675	2,416	92,897	108,843	12,657	245,706	4,344	11,339	-	(253,600)	1,444,909	-4.2%
211 POLICE																				
PROJECTED 2009 ACTUALS	61,250	3,388,741	19,905		3,408,646	130,000		228,536	273,951	13,789	314,113	797,616	192,562	1,105,956	14,134	127,552	28,928		6,634,792	UNIFORM ALLOW
2009 BUDGET	61,250	3,524,529	20,450		3,544,979	164,350		236,195	287,924	13,881	328,736	829,867	251,100	1,140,663	13,615	135,181	27,072		6,972,563	23,200
2010 BUDGET	61,250	3,377,519	20,304		3,397,823	164,350		232,691	297,178	14,454	317,359	797,550	202,046	1,048,776	10,528	145,134	25,920		6,664,369	22,400
212 DISPATCH																				
PROJECTED 2009 ACTUALS	16,000	574,097			574,097	1,500		35,436	40,201	1,265	49,916	68,031	4,597	161,020	2,697	1,760	0		940,520	
2009 BUDGET	16,000	601,209			601,209	17,150		39,292	39,963	1,020	53,446	69,863	7,700	187,632	2,860	1,871	0		1,022,006	
2010 BUDGET	16,000	603,658			603,658	17,150		37,172	41,928	1,380	53,648	70,129	4,865	157,356	2,890	2,365	0		992,559	-2.8%
221 FIRE																				
PROJECTED 2009 ACTUALS	46,450	2,431,822	12,898		2,444,720	226,100		312,261	239,185	10,963	249,894	633,787	273,501	725,508	9,288	128,426	3,456		5,267,669	UNIFORM ALLOW
2009 BUDGET	46,450	2,468,333	15,398		2,512,291	171,160		309,349	239,276	11,211	249,643	632,641	335,800	793,233	9,144	129,258	3,456		5,396,402	19,325
2010 BUDGET	46,450	2,421,419	15,398		2,447,377	171,160		304,391	238,818	12,235	244,294	612,687	287,538	715,453	7,445	140,497	3,276		5,185,101	-3.9%

-7.1-

CITY OF FRANKLIN FINANCE DEPARTMENT
2009-2010 Budget Salaries and Benefits

	# OF FTE	FULL TIME SALARIES	PART TIME SALARIES	TEMP SALARIES	ANNUAL SALARIES	OVER-TIME	COMP TAKEN	HOLIDAY	VAC. ATION	LONGEV	FICA	RETIRE- MENT	RETIREE HEALTH	GROUP HEALTH & DENTAL	LIFE INSUR	WORK COMP	COLLEGE INCENTIVE	ALLO- CATED PAYROLL	TOTAL	OTHER
231 BUILDING INSPECTION																				
PROJECTED 2009 ACTUALS	8,000	389,547			389,547	2,000		23,922	32,697	925	34,355	44,909	1,017	148,160	1,963	16,258			689,793	
2009 BUDGET	8,000	397,409			397,409	9,000		24,172	34,267	1,000	35,637	46,585	1,200	141,408	2,437	16,884			709,999	
2010 BUDGET	8,000	396,766			396,766	9,000		24,427	34,466	1,010	35,624	46,567	1,059	143,940	2,003	17,758			712,620	0.4%
PUBLIC SAFETY TOTAL																				
PROJECTED 2009 ACTUALS	131,700	6,785,207			6,828,570	359,600	0	600,174	586,034	26,942	648,278	1,544,343	471,677	2,138,644	26,082	273,986	30,384	0	13,536,724	
2009 BUDGET	131,700	7,009,480			7,055,888	361,600	0	609,008	601,030	27,112	667,462	1,578,956	595,800	2,262,336	28,056	283,194	30,528	0	14,100,970	
2010 BUDGET	131,700	6,795,362			6,845,624	361,600	0	598,871	612,388	29,079	651,425	1,526,733	485,508	2,065,525	22,866	305,754	29,196	0	13,544,569	-3.9%
321 ENGINEERING																				
PROJECTED 2009 ACTUALS	8,239	379,501			387,114	500	0	23,686	32,471	1,165	34,038	41,119	5,428	128,898	1,911	9,462		(147,200)	518,592	
2009 BUDGET	8,800	383,083			407,694	1,600	0	23,545	33,222	900	35,723	44,235	6,300	134,904	4,791	10,834		(147,200)	556,548	
2010 BUDGET	8,247	377,618			391,362	500	0	24,111	35,616	1,200	34,638	43,905	5,650	126,966	1,946	10,270		(130,600)	545,564	-2.0%
331 HIGHWAY																				
PROJECTED 2009 ACTUALS	22,000	870,479			891,239	39,650		59,512	73,409	2,495	81,649	116,105	51,079	312,586	4,301	44,466		(24,100)	1,676,471	
2009 BUDGET	22,000	912,085			932,902	40,000		60,488	75,178	2,440	84,992	79,980	59,800	339,013	4,895	46,421			1,726,169	
2010 BUDGET	22,000	874,793			894,948	40,000		60,350	74,633	2,685	82,055	127,919	54,553	306,173	4,091	46,955			1,670,262	-3.2%
341 RECYCLING																				
PROJECTED 2009 ACTUALS	-	1,000			1,000	14,000					1,148	1,688	59	4,166	57	493			22,571	
2009 BUDGET	-	1,200			1,200	13,705					1,140	1,014	100	4,243	60	635			22,097	
2010 BUDGET	-	1,200			1,200	13,640					1,135	1,855	74	3,952	52	473			22,381	1.3%
411 PUBLIC HEALTH																				
PROJECTED 2009 ACTUALS	6,150	298,641			293,820	8,000		16,902	20,265	540	25,974	28,231	3,394	77,980	1,322	13,054			489,482	
2009 BUDGET	6,150	244,575			301,233	8,000		16,251	20,709	540	26,525	31,404	3,900	71,364	1,664	13,370			494,960	
2010 BUDGET	6,150	242,864			299,147	8,000		17,206	20,634	585	26,436	31,304	3,532	67,188	1,348	14,003			489,383	-1.1%
529 ST. MARTINS																				
PROJECTED 2009 ACTUALS	-	5,138			5,138	15,090					1,547	3,565	271	5,800	71	543			32,025	
2009 BUDGET	-	5,350			5,350	16,600					1,679	3,655	300	6,291	74	595			34,534	
2010 BUDGET	-	0			0	0					0	0	0	0	0	0			0	-100.0%
551 PARKS																				
PROJECTED 2009 ACTUALS	2,000	48,790			68,550	1,000				0	5,321	5,489	2,889	19,556	215	3,032			106,132	
2009 BUDGET	2,000	50,004			69,821	1,000				0	5,418	3,400	3,300	20,580	214	3,036			106,791	
2010 BUDGET	2,000	49,766			69,921	1,000				0	5,425	6,221	3,085	19,356	220	3,247			106,475	1.6%
621 PLANNING																				
PROJECTED 2009 ACTUALS	5,600	208,579			210,513	0		13,401	11,245	180	18,003	15,048	2,896	48,309	702	695		(3,000)	317,872	
2009 BUDGET	5,600	230,625			243,479	575		12,877	10,445	0	20,454	25,451	2,900	68,052	1,571	721		(3,000)	383,525	
2010 BUDGET	5,600	233,978			249,403	575		13,972	11,537	220	21,092	26,027	3,285	64,056	1,154	936		0	392,257	2.3%
GENERAL FUND TOTALS																				
PROJECTED 2009 ACTUALS	198,135	9,288,326			9,767,973	445,636	0	774,727	793,588	33,576	909,203	1,864,016	551,468	2,997,700	40,854	356,988	30,384	(391,200)	18,164,913	
2009 BUDGET	198,689	9,616,566			10,116,216	454,017	0	778,646	809,640	33,258	938,505	1,868,944	689,000	3,187,545	48,839	370,605	30,528	(391,200)	18,934,541	
2010 BUDGET	197,316	9,341,732			9,833,947	438,361	0	771,754	822,463	35,185	915,103	1,872,807	578,344	2,898,322	36,021	392,977	29,196	(408,300)	18,217,800	-3.8%
CHANGE FROM 2009 BUDGET																				
		(274,804)			(282,269)	(15,656)	0	(6,892)	12,843	2,929	(23,402)	3,863	(110,656)	(288,623)	(12,818)	22,372	(1,332)	(17,100)	(716,741)	
		-2.9%			-2.8%	-3.4%		-0.9%	1.6%	8.8%	-2.5%	0.2%	-16.1%	-9.1%	-26.2%	6.0%	-4.4%	4.4%	-3.8%	

CITY OF FRANKLIN FINANCE DEPARTMENT
2009-2010 Budget Salaries and Benefits

	# OF FTE	FULL TIME SALARIES	PART TIME SALARIES	TEMP SALARIES	ANNUAL SALARIES	OVER-TIME	COMP TAKEN	HOLIDAY	VAC-ATION	LONGEV	FICA	RETIRE-MENT	RETIRE-HEALTH	GROUP HEALTH & DENTAL	LIFE INSUR	WORK COMP	COLLEGE INCENTIVE	ALLO-CATED PAYROLL	TOTAL	OTHER
15-511 LIBRARY																				
PROJECTED 2009 ACTUALS	17,120	306,127	249,095		555,221	7,500		27,925	27,679	730	47,358	48,499	5,071	116,106	2,165	1,665			840,919	
2009 BUDGET	17,110	314,228	255,861		570,088	6,500		26,700	30,373	780	48,535	50,601	6,540	121,485	3,076	1,707			866,385	
2010 BUDGET	17,120	311,399	250,163		571,561	6,500		28,605	30,352	795	48,297	50,590	5,278	115,453	2,214	2,161			861,826	-0.5%
25-411 HEALTH GRANT																				
PROJECTED 2009 ACTUALS	-		0		0						0	0	0	0	0				0	0
2009 BUDGET	-																		0	0
2010 BUDGET	-	5,160			5,160	16,060					1,623	3,787	283	5,763	60	626			33,372	0
29-541 CIVIC CELEBRATIONS																				
PROJECTED 2009 ACTUALS	-	5,265			5,265	11,457					1,279	2,438	310	4,916	65	509			26,239	
2009 BUDGET	-	5,480			5,480	12,030					1,340	2,088	357	5,230	70	533			27,138	
2010 BUDGET	-	5,300			5,300	11,620					1,294	2,585	329	4,765	57	550			26,500	-2.4%
61-731 SEWER FUND																				
PROJECTED 2009 ACTUALS	6,275	254,192	13,707	3,120	271,019	15,000		16,636	22,204	818	24,914	34,450	15,187	81,266	1,359	17,713			500,566	
2009 BUDGET	6,275	263,873	13,707	2,973	280,552	20,000		16,894	22,242	810	26,048	23,728	20,410	85,046	1,405	21,275			518,410	
2010 BUDGET	6,275	262,116	13,775	3,182	279,074	20,000		16,949	22,628	928	25,978	38,693	16,318	80,043	1,383	17,761			519,755	0.3%
66-731 WATER FUND																				
PROJECTED 2009 ACTUALS	6,265	254,192	13,707	3,120	271,019	15,000		16,636	22,204	818	24,914	34,450	15,187	81,266	1,359	17,713			500,566	
2009 BUDGET	6,265	260,901	13,707	2,973	277,580	20,000		16,894	22,242	810	25,821	23,728	20,410	85,046	1,405	21,275			515,211	
2010 BUDGET	6,265	259,144	13,775	3,182	276,102	20,000		16,949	22,628	928	25,750	38,693	16,318	80,043	1,383	17,761			516,555	0.3%
GRAND TOTALS																				
PROJECTED 2009 ACTUALS	227,795	10,108,102	687,827	84,589	10,880,497	494,593	0	835,924	865,675	35,942	1,007,668	1,984,853	587,223	3,281,254	45,802	394,588	30,384	(391,200)	20,033,203	58,125
2009 BUDGET	228,339	10,461,026	702,444	86,455	11,249,926	512,547	0	839,134	884,497	35,656	1,040,249	1,969,089	736,717	3,484,352	54,795	415,395	30,528	(391,200)	20,861,685	58,125
2010 BUDGET	228,976	10,184,851	688,703	99,611	10,371,164	512,541	0	834,257	898,091	38,836	1,018,045	2,007,155	616,890	3,184,989	41,118	431,836	29,196	(408,300)	20,175,808	56,900
CHANGE FROM 2009 BUDGET		(276,176)	(15,741)	13,155	(276,762)	(6)	(4,877)	(4,877)	13,594	3,180	(22,204)	38,066	(119,837)	(299,363)	(13,677)	16,441	(1,332)	(17,100)	(685,877)	
		-2.6%	-2.2%	15.2%	-2.5%	0.0%	-0.6%	-0.6%	1.5%	8.9%	-2.1%	1.9%	-16.3%	-8.6%	-25.0%	4.0%	-4.4%	4.4%	-3.3%	

City of Franklin
Summary of General Fund Budget - 2010 Mayor's Recommended Budget

	2007 Actual	2008 Actual	2009 Amended Budget	2009 Estimate	2010 Forecast B	2010 Dept Request	2010 Recommend	Percent Change/
Revenue:								
Property taxes	\$13,615,257	\$14,632,151	\$15,540,000	\$15,520,000	\$16,144,000	\$16,144,000	\$16,124,000	3.8%
Other taxes	79,926	85,758	236,000	179,000	230,000	230,000	230,000	-2.5%
Cable TV Franchise Fee	349,748	386,817	400,000	430,000	410,000	410,000	410,000	2.5%
Utility tax equivalent	837,345	857,020	920,000	880,000	920,000	920,000	920,000	0.0%
Total tax revenue	14,882,275	15,961,745	17,096,000	17,009,000	17,704,000	17,704,000	17,684,000	3.4%
Intergovernmental	2,460,464	2,608,433	2,391,000	2,513,992	2,422,000	2,463,000	2,463,000	3.0%
Licenses and permits	978,942	723,225	816,400	608,908	800,400	709,650	678,650	-16.9%
Penalties and forfeitures	392,451	362,928	400,000	380,000	400,000	400,000	400,000	0.0%
Charges for services	1,559,178	1,868,363	2,185,000	1,674,700	1,871,200	1,834,450	1,834,450	-16.0%
Intergovernmental charges	426,387	206,156	266,000	270,000	230,000	240,000	250,000	-6.0%
Interest revenue	941,177	730,239	755,000	355,000	455,000	395,000	395,000	-47.7%
Miscellaneous revenue	129,119	105,425	106,600	135,400	103,400	101,900	101,900	-4.4%
Transfers from other funds	0	948,646	0	0	0	0	0	0.0%
Total non-tax revenue	6,887,719	7,553,415	6,920,000	5,938,000	6,282,000	6,144,000	6,123,000	-11.5%
Total revenue	21,769,994	23,515,160	24,016,000	22,947,000	23,986,000	23,848,000	23,807,000	-0.9%
Transfer from fund balance	0	0	419,000	0	400,000	0	0	-100.0%
Total revenue & fb transfer	21,769,994	23,515,160	24,435,000	22,947,000	24,386,000	23,848,000	23,807,000	-2.6%
Expenditures:								
Common Council	117,400	117,524	97,987	97,987	98,078	98,278	98,240	0.3%
Municipal Court	164,520	175,684	170,030	173,117	168,808	177,127	177,117	4.2%
Clerk	261,838	274,317	307,923	301,555	304,188	304,526	305,441	-0.8%
Elections	13,784	48,285	21,263	21,577	40,845	43,011	42,996	102.2%
Information Services	341,005	404,042	407,100	400,480	418,009	404,900	404,900	-0.5%
Administration	430,116	422,310	467,759	445,250	469,970	467,515	467,292	-0.2%
Finance	481,781	506,675	538,602	523,582	537,417	534,162	529,424	-1.7%
Independent Audit	27,265	26,289	33,750	32,437	34,763	26,000	26,000	-23.0%
Assessor	241,340	247,382	239,839	235,920	243,908	237,790	237,786	-0.9%
Legal Services	229,608	269,461	276,100	276,100	284,877	276,100	276,100	0.0%
Municipal Buildings	223,610	255,170	274,613	250,744	262,802	264,403	220,623	-19.7%
Insurance	66,960	66,876	67,200	61,700	67,200	69,750	67,100	-0.1%
Unclassified	10,503	11,776	12,500	12,500	12,500	12,500	12,500	0.0%
Contingency	0	0	647,000	0	175,000	175,000	77,000	-88.4%
Anticipated Underexpenditure:	0	0	-890,000	0	0	-400,000	-300,000	
Total General Government	2,609,730	2,825,791	2,671,666	2,832,949	3,118,365	2,691,062	2,642,519	-1.8%

City of Franklin
Summary of General Fund Budget - 2010 Mayor's Recommended Budget

	2007 Actual	2008 Actual	2009 Amended Budget	2009 Estimate	2010 Forecast B	2010 Dept Request	2010 Recommend	Percent Change/
Police Department	7,794,385	8,454,905	8,892,969	8,366,887	8,508,558	8,833,167	8,580,098	-3.5%
Fire Department	4,969,533	5,676,224	5,859,902	5,668,119	5,646,642	5,759,014	5,593,951	-4.5%
Public Fire Protection	217,856	229,677	235,900	235,900	295,900	295,900	295,900	25.4%
Building Inspection	847,409	838,373	766,449	733,953	770,062	761,509	764,220	-0.3%
Weights and Measures	6,800	6,800	6,800	6,800	6,800	6,800	6,800	0.0%
Total Public Safety	13,835,982	15,205,978	15,762,020	15,011,659	15,227,962	15,656,390	15,240,969	-3.3%
Engineering	540,561	546,323	582,448	533,585	568,004	552,917	569,514	-2.2%
Highway	2,047,530	2,461,606	2,452,709	2,369,643	2,430,922	2,477,343	2,384,362	-1.1%
Solid Waste Collection	1,260,090	1,335,776	1,330,247	1,362,702	1,458,939	1,388,185	1,387,921	4.3%
Street Lighting	253,066	281,338	297,550	294,950	309,081	303,700	303,700	2.1%
Weed Control	9,213	7,914	25,100	10,100	10,100	10,050	10,050	-60.0%
Total Public Works	4,110,460	4,632,957	4,688,054	4,570,980	4,777,046	4,732,195	4,655,547	0.2%
Health Department	512,331	561,273	592,160	585,655	588,313	601,181	590,983	-0.2%
Animal Control	41,087	43,739	44,700	47,200	46,166	47,300	47,300	5.8%
Total Health & Human Services	553,419	605,012	636,860	632,855	634,479	648,481	638,283	0.2%
Recreation	73,243	82,800	94,434	91,925	92,948	94,672	39,000	-70.3%
Parks	161,011	100,203	134,891	134,232	134,562	137,002	137,175	1.7%
Total Culture and Recreation	234,253	183,003	229,325	226,157	227,510	231,674	176,175	-28.0%
Planning	497,502	452,859	447,075	372,622	447,204	450,534	453,507	1.4%
Total Conservation/development	497,502	452,859	447,075	372,622	447,204	450,534	453,507	1.4%
Transfers to other funds	1,015,000	0	0	0	0	0	0	0.0%
Total expenditures	22,856,346	23,905,601	24,435,000	23,647,222	24,432,566	24,410,336	23,807,000	-2.5%
Net Change	-1,086,352	-390,441	0	-700,222	-46,566	-562,336	0	
Beginning fund balance	7,021,834	5,935,482	5,545,041	5,545,041	4,844,819	4,844,819	4,844,819	
Ending fund balance	5,935,482	5,545,041	5,126,041	4,844,819	4,398,253	4,282,483	4,844,819	
Fund Balance as a percent of total expenditures	28.37%	24.26%	20.98%	20.49%	18.00%	17.54%	20.35%	

City of Franklin General Fund Revenue

City general fund revenue, as described below, are normally predictable, and with the majority of general fund revenue obtained from property taxes, state shared revenue, and transportation aides which are known at the beginning of the year. Revenue has historically not been dependent on changes in economic factors. However, as discussed below, varying factors, including the local economy, which cause fluctuations from year to year has impacted certain revenue items.

Property Taxes

Property taxes are levied upon all property owners at a calculated rate per \$1,000 of assessed value, on both real and personal property. As is typical for most Wisconsin municipalities, the property tax is the primary source of revenue for the government's operations. The trend for property taxes as a percentage of General Fund operating revenue is as follows:

Year	2005	2006	2007	2008	2009	2010
Percentage	60	60	62	63	64	68

Property taxes as a percentage of general fund revenue will increase or decrease, depending on fluctuations in other revenue sources, the amount of growth in new assessments or whether significant increases in expenditures are needed to meet service needs for the City. The 2010 increase in property tax percentage is attributable to decreases in all non-tax revenue categories due to the economic slowdown. The 2009 increase in property tax percentage is due to development revenue remaining at a lower level and other funds tax levy being reduced and utilized in the General Fund. The 2008 percentage increase is attributable to development revenue being lower and less revenue being realized from the State. As a result other than property tax revenue was only slightly increased resulting in larger property tax increases. The 2007 percentage increase is attributable to no increase in EMT revenue from Milwaukee County, no increase in shared revenue and transportation revenue payments, a decrease in expenditure restraint payments and the ending of the current landfill siting revenue mid year. The 2005 increase percentage is attributable to decreases in EMT revenue from Milwaukee County, decrease in shared revenue payments, decrease in expenditure restraint payments and the continuation of the transfer out of landfill siting revenue to the Debt Service Fund.

Utility Tax Equivalent

The Franklin Water Utility makes a payment in lieu of property taxes, as mandated by the Public Service Commission, by applying the local municipal and school tax rates against the total value of plant in service. As the plant in service has grown due to the pace of development in the City, this revenue source has also increased. Much of the plant value added is contributed via developers or assessment projects.

Hotel/Motel Room Tax

Hotels and motels charge a room tax that benefits the City of Franklin. The development of a major hotel on 27th Street result in the City receiving a increase in room taxes starting in 2009.

Cable Franchise Fees

A franchise fee is charged by the City on cable television services, and has increased in recent years along with growth in the City and increases in cable rates charged by the service providers.

State Revenue

State shared revenue was based on a formula that considered per capita and aidable revenue factors that included relative property value of the City and local revenue generated. During recent years the State has either not increased or has decreased the amount received. In 2003 the City received \$822,500 and in 2010 is anticipated to receive \$510,000 a 38.0% decrease.

Expenditure Restraint payments are provided by the State in 2010 for communities that limited their 2009 General Fund budget spending to a specified percentage, 3.0% in 2009. The percentage limit considers inflation and growth in new construction in the City. The amount received is dependant on the amount of the tax rate over 5 mils and the communities that qualify. In 2010 the City of Franklin expects to receive \$211,000 down from the \$610,093 received in 2003 a 65.4% decrease in that period. The 2010 budget will continue the City's eligibility for the 2011 expenditure restraint program by limiting General Fund budgeted expenditures.

The State provides general transportation aids to local communities. Transportation aids are based on a formula established by the State that considers costs of maintaining the City's transportation system, including maintenance, traffic enforcement, and capital costs (street construction, etc.). This formula uses costs over a rolling 6-year period in determining the aid amount. In 2010 the City of Franklin expects to receive \$1,458,000 up from the \$1,255,329 received in 2003 a 16.1% increase in that period.

A 1997 legislative change exempted business computers from being subject to property tax. It also provided for a state aid payment to municipalities to offset the loss of taxable income. The estimated state aid payment in 2010 is approximately \$43,000 compared to \$42,445 received in 2009.

The recycling grant pays for a portion of the cost of the City's curbside recycling program and yard waste collection and disposal. The State recycling grant paid \$87,938 in 2009 and is expected to pay about the same in 2010.

Overall support from the State of Wisconsin has declined over the last five year period.

Licenses and Permits

The City issues numerous licenses and permits in performing its regulatory function, such as liquor, bartender, peddler, food, pet, contractor, building, electrical, plumbing and others. The majority of such revenue items do not fluctuate greatly from year to year and in some cases change is limited by state statute. The primary source of revenue in the permit category is building, plumbing and electrical permits, which are down in 2009 about \$220,000 and by 418,000 during the last two years due to the slower development cycle currently in effect.

Penalties and Forfeitures

This category represents the City's share of fines from violation of City ordinances and state statutes, as well as parking ticket revenue. This revenue source is stable.

Charges for Services

This revenue source includes charges for use of City services. The majority of revenue in this category is generated from ambulance services, planning, engineering and administrative fees charged to developers in connection with development agreements, and landfill operations.

The advanced life support program switched to a market driven system in 2007 where actual revenue created in each community is recorded by that community. This resulted in revenue previously recorded as intergovernmental charges switching to be recorded as charges for services. Fees for basic and advanced life support services and ambulance transportation are billed on behalf of the City by an outside billing service. Landfill charges represent amounts paid to the City from Metro Landfills in accordance with operation agreements that provide a rebate of tipping fees for City refuse deposited at the landfill.

Intergovernmental Charges for Services

In addition to the revenue included in charges for services above a County subsidy is received toward providing the service. The subsidy to be received is \$250,000 for 2010 from Milwaukee County for the County coordinated paramedic services program, as they serve a County area extending beyond the City limits. The other revenue source was reimbursement from the Franklin School District for one-half of the cost of the school liaison police officer.

Interest Revenue

Interest earnings on invested funds is one of two main revenue sources in this category. Interest revenue has declined by \$586,177 or 62.3% over the last two years due to the economic slowdown. Earnings on the General Fund's pooled investments are expected to continue to provide respectable returns. Short term investment returns have dropped dramatically as have interest earnings on tax collections.

Miscellaneous Revenue

Water Tower rentals to cell phone companies and worker compensation Insurance dividends are the main components of miscellaneous revenue.

**CITY OF FRANKLIN
2010 REVENUE BUDGET**

		2007 Actual	2008 Actual	2009 Amended	2009 YTD 6/30/2009	2009 Estimated	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
GENERAL FUND										
TAXES										
PROPERTY TAXES	01.0000.4011	\$13,598,198	\$14,625,838	\$15,540,000	\$12,573,509	\$15,520,000	\$16,144,000	\$16,144,000	\$16,124,000	
PERSONAL PROPERTY TAX	01.0000.4012	17,059	6,312	\$0	0	0	0	0	0	
MOBILE HOME TAX	01.0000.4014	29,598	28,668	36,000	15,627	29,000	30,000	30,000	30,000	
MOTEL ROOM TAX	01.0000.4022	50,328	57,090	200,000	10,583	150,000	200,000	200,000	200,000	
CABLE TV FRANCHISE	01.0000.4025	349,748	386,817	400,000	99,727	430,000	410,000	410,000	410,000	
UTILITY TAX EQUIVALENT	01.0000.4031	837,345	857,020	920,000	459,999	880,000	920,000	920,000	920,000	
Total Taxes		14,882,275	15,961,745	17,096,000	13,159,445	17,009,000	17,704,000	17,704,000	17,684,000	3.4%
INTERGOVERNMENTAL										
PER CAPITA	01.0000.4121	587,640	572,369	589,000	0	589,000	490,000	499,000	499,000	
MEDICAL TRANSPORT AID	01.0000.4122	12,200	27,600	11,000	0	11,000	11,000	11,000	11,000	
EXPENDITURE RESTRAINT	01.0000.4124	372,313	243,635	194,000	0	281,000	281,000	211,000	211,000	
SPECIAL UTILITY	01.0000.4125	35,828	44,097	34,000	0	42,000	34,000	40,000	40,000	
STATE SHARED REVENUE		1,007,981	887,701	828,000	0	923,000	816,000	761,000	761,000	
STATE EXEMPT COMPUTER AID	01.0000.4126	42,703	48,688	43,000	0	43,000	43,000	43,000	43,000	
FIRE INSURANCE TAX	01.0000.4127	107,790	105,109	110,000	0	110,992	110,000	110,000	110,000	
BLOCK GRANTS	01.0000.4142	5,490	168,877	0	0	0	0	0	0	
TRANSPORTATION AIDS	01.0000.4144	1,207,239	1,296,525	1,310,000	673,240	1,346,000	1,373,000	1,458,000	1,458,000	
RECYCLING GRANTS	01.0000.4146	77,262	97,694	97,000	87,938	88,000	77,000	88,000	88,000	
LAW ENFORCEMENT TRAINING	01.0000.4156	0	0	0	0	0	0	0	0	
OTHER POLICE GRANTS	01.0000.4157	12,000	3,838	3,000	7,049	3,000	3,000	3,000	3,000	
Total Intergovernmental		2,460,464	2,608,433	2,391,000	768,227	2,513,992	2,422,000	2,463,000	2,463,000	3.0%
LICENSES & PERMITS										
CLASS A BEER & LIQUOR	01.0000.4201	10,640	10,550	10,000	10,803	10,500	10,000	10,000	10,000	
CLASS B BEER & LIQUOR	01.0000.4203	28,915	31,680	30,000	18,960	31,000	31,000	31,000	31,000	
SPECIAL CLASS B BEER	01.0000.4205	45	0	100	500	100	100	100	100	
BARTENDERS LICENSE	01.0000.4209	14,480	14,492	13,500	10,772	14,500	14,500	14,500	14,500	
AMUSEMENT OPERATORS	01.0000.4211	3,430	2,890	3,000	1,890	3,000	3,000	3,000	3,000	
AMUSEMENT DEVICES	01.0000.4213	5,430	5,610	5,500	5,550	5,800	5,500	5,500	5,500	
BOWLING AND POOL	01.0000.4215	775	775	500	530	800	500	500	500	
DANCE AND ENTERTAINMENT	01.0000.4217	1,000	1,950	1,000	3,315	1,000	1,000	1,000	1,000	
PEDDLERS LICENSE	01.0000.4219	26,590	24,040	27,000	5,190	23,000	25,000	21,650	0	
COMB. FOOD/PEDDLERS/INSP	01.0000.4221	2,210	7,095	2,000	1,890	9,358	7,000	9,350	0	
FOOD LICENSE/INSPECTION	01.0000.4223	10,205	9,135	51,500	1,385	1,500	9,500	1,500	1,500	
ICE LICENSE	01.0000.4225	345	390	350	0	400	350	0	0	
SODA LICENSE	01.0000.4227	1,040	1,035	1,000	195	1,000	1,000	250	250	
CIGARETTE LICENSE	01.0000.4229	3,100	3,300	3,500	2,710	3,500	3,500	2,500	2,500	
COUNTRY CLUB LICENSE	01.0000.4233	250	250	250	250	250	250	250	250	
SALVAGE YARD LICENSE	01.0000.4237	1,400	2,100	2,100	2,100	2,100	2,100	2,100	2,100	
OTHER LICENSES	01.0000.4241	2,445	28,396	2,000	2,820	2,000	2,000	2,000	2,000	
ELECTRICAL CONTRACTORS	01.0000.4253	16,743	13,803	11,000	7,000	11,000	13,000	13,000	13,000	
BICYCLE LICENSE	01.0000.4257	43	63	100	392	100	100	100	100	
CAT/DOG LICENSE	01.0000.4261	9,979	9,145	10,000	7,341	10,000	10,000	10,000	10,000	
HEALTH LICENSE/INSPECTION	01.0000.4262-70				52,183	56,000	42,000	56,350	56,350	
Total Licenses		139,065	166,699	174,400	135,776	186,908	181,400	184,650	153,650	
BUILDING PERMITS	01.0000.4271	589,430	359,410	413,000	142,446	278,000	400,000	338,000	338,000	
ELECTRICAL PERMITS	01.0000.4273	109,042	87,594	101,500	25,262	53,000	100,000	83,000	83,000	
PLUMBING PERMITS	01.0000.4275	100,197	67,996	80,000	32,692	53,000	80,000	65,000	65,000	
STREET EXCAVATION PERMITS	01.0000.4277	4,850	3,275	7,000	825	4,000	4,000	4,000	4,000	
FILL PERMITS	01.0000.4279	10,000	1,850	10,000	1,850	5,000	5,000	5,000	5,000	
SIGN PERMITS	01.0000.4281	11,370	17,840	12,000	8,145	9,500	12,000	10,000	10,000	
SPECIAL EVENT PERMITS	01.0000.4285	400	700	1,000	450	1,000	1,000	1,000	1,000	
PARK PERMITS	01.0000.4287	8,378	7,917	8,500	9,527	10,000	8,500	10,500	10,500	
MISC FIRE PERMITS	01.0000.4288	5,700	6,035	6,500	4,416	6,000	6,000	6,000	6,000	
MINING & OTHER PERMITS	01.0000.4289	510	3,910	2,500	2,830	2,500	2,500	2,500	2,500	
Total Permits		839,877	556,526	642,000	228,443	422,000	619,000	525,000	525,000	
Total Licenses and Permits		978,942	723,225	816,400	364,219	608,908	800,400	709,650	678,650	-16.9%
PENALTIES & FORFEITURES										
PENALTY/COST	01.0000.4311	392,451	352,928	400,000	212,421	380,000	400,000	400,000	400,000	
ORDINANCE VIOLATIONS-OTHER	01.0000.4331	0	10,000	0	0	0	0	0	0	
Total Penalties and Forfeitures		392,451	362,928	400,000	212,421	380,000	400,000	400,000	400,000	0.0%

		2007	2008	2009	2009 YTD	2009	2010	2010	2010	Percent
		Actual	Actual	Amended	6/30/2009	Estimated	Forecast B	Dept/Request	Recommend	Change
CHARGES FOR SERVICES										
SUBDIVISION FILING	01.0000.4401	19,500	7,000	24,700	1,000	8,500	10,000	12,000	12,000	
LAND COMBINATION FILING	01.0000.4402	400	800	700	800	700	800	800	800	
CSM FILING	01.0000.4403	25,000	9,023	23,100	5,600	10,100	23,000	18,000	18,000	
SITE PLAN REVIEW	01.0000.4404	14,625	13,460	19,500	3,250	13,500	21,000	19,500	19,500	
ZONING APPEALS	01.0000.4405	3,700	2,850	3,500	500	2,500	5,000	5,000	5,000	
SPECIAL USE	01.0000.4406	27,700	10,400	26,200	5,500	10,200	20,000	16,000	16,000	
ZONING FILING	01.0000.4407	6,325	1,600	8,100	350	3,100	4,000	4,000	4,000	
OTHER FILING	01.0000.4409	16,931	15,064	21,400	3,911	12,500	18,000	15,000	15,000	
PUBLICATIONS & RECORDING	01.0000.4411	2,603	2,108	6,300	2,481	3,300	6,300	6,300	6,300	
PROPERTY STATUS REPORTS	01.0000.4413	3,240	2,875	3,300	1,170	3,300	3,300	3,300	3,300	
HOME SALES REPORTS	01.0000.4414	12	0	0	0	0	0	0	0	
COPYING CHARGES	01.0000.4415	3,092	2,305	4,000	1,166	2,000	2,000	2,000	2,000	
SOIL TESTING	01.0000.4416	-250	0	0	0	0	0	0	0	
MAP SALES	01.0000.4421	158	452	500	315	500	500	500	500	
ARCHITECTURAL BOARD REVIEW	01.0000.4425	4,675	3,300	7,200	1,300	3,200	7,200	7,200	7,200	
POLICE SERVICES	01.0000.4431	3,567	3,838	4,500	3,552	4,500	4,500	4,500	4,500	
SPECIAL EVENT PUBLIC SAFETY	01.0000.4432	609	33,613	1,500	221	1,500	1,500	1,500	1,500	
AMBULANCE SERVICES - ALS	01.0000.4440	277,049	428,403	550,000	182,939	370,000	400,000	400,000	400,000	
AMBULANCE SERVICES - BLS	01.0000.4441	347,816	513,250	625,000	222,115	475,000	500,000	500,000	500,000	
SAFETY TRAINING-FIRE	01.0000.4442	2,034	1,505	2,000	1,605	2,000	2,000	2,000	2,000	
FIRE SPRINKLER PLAN REVIEW	01.0000.4443	114,305	118,420	127,000	48,224	85,000	87,000	90,000	90,000	
FIRE INSPECTION SERVICES	01.0000.4444	46,472	62,785	48,000	10,746	62,000	48,000	62,000	62,000	
WEIGHTS & MEASURES CHARGES	01.0000.4449	0	0	6,800	0	0	0	6,800	6,800	
CLINIC SERVICES	01.0000.4452	74,397	62,815	75,000	10,369	75,000	75,000	75,000	75,000	
WEED CONTROL	01.0000.4470	5,106	7,441	25,100	0	10,100	10,100	10,050	10,050	
STREET LIGHTING	01.0000.4471	3,089	9,154	3,000	13,820	3,000	3,000	3,000	3,000	
ENGINEERING REVIEW FEES 2%	01.0000.4478	96,784	35,301	75,000	0	5,000	35,000	5,000	5,000	
ENGINEERING INSPECTION FEES 5%	01.0000.4479	17,319	14,235	15,000	-50	5,000	15,000	5,000	5,000	
DPW CHARGES	01.0000.4480	41,344	47,489	35,000	12,620	35,000	35,000	35,000	35,000	
LANDFILL OPERATIONS-DIRECT	01.0000.4492	0	0	0	0	0	0	0	0	
LANDFILL OPERATIONS-SEPARATE	01.0000.4493	0	22,542	20,000	8,505	20,000	20,000	20,000	20,000	
LANDFILL OPERATIONS-FLAT	01.0000.4494	0	0	0	0	0	0	0	0	
LANDFILL OPERATIONS-TIPPAGE	01.0000.4495	336,203	379,068	353,600	137,801	398,200	454,000	445,000	445,000	
LANDFILL OPERATIONS-EMERALD	01.0000.4496	65,374	57,266	70,000	14,018	50,000	60,000	60,000	60,000	
Total Charges for Services		1,559,178	1,868,363	2,185,000	693,828	1,674,700	1,871,200	1,834,450	1,834,450	-16.0%
INTERGOVERNMENT CHARGES FOR SERVICES										
COUNTY EMT-P	01.0000.4611	390,922	168,536	230,000	62,837	250,000	230,000	240,000	250,000	
SCHOOL LIAISON OFFICER	01.0000.4615	35,465	37,620	36,000	0	20,000	0	0	0	
Total Intergovernmental Charges		426,387	206,156	266,000	62,837	270,000	230,000	240,000	250,000	-6.0%
INTEREST REVENUE										
INTEREST ON INVESTMENTS	01.0000.4711	545,291	358,893	475,000	130,930	225,000	300,000	275,000	275,000	
INVESTMENT GAINS/LOSSES	01.0000.4713	65,967	95,714	0	29,236	0	0	0	0	
INTEREST-TAX ROLL	01.0000.4715	283,132	270,698	275,000	151,953	125,000	150,000	115,000	115,000	
INTEREST-INTERFUND	01.0000.4716	41,984	425	0	0	0	0	0	0	
MISCELLANEOUS INTEREST	01.0000.4719	4,803	4,509	5,000	1,281	5,000	5,000	5,000	5,000	
Total Interest Revenue		941,177	730,239	755,000	313,400	355,000	455,000	395,000	395,000	-47.7%
MISCELLANEOUS REVENUE										
RENTAL-MUNICIPAL PROP	01.0000.4725	34,245	35,672	34,000	15,416	34,000	34,000	34,000	34,000	
PROPERTY SALE	01.0000.4751		4,235	3,000	0	3,000	3,000	3,000	3,000	
CULVERT PIPE SALES	01.0000.4753	965	6,150	2,000	1,106	6,000	6,300	6,300	6,300	
CULVERT-PIPE SALE-TAXABLE	01.0000.4754	2,463	0	6,000	0	0	0	0	0	
SALE OF STATE SEALS	01.0000.4756	2,100	1,110	2,000	240	400	1,000	1,000	1,000	
SALE OF HOUSE NUMBERS	01.0000.4757	510	267	500	57	100	500	500	500	
SALE OF RECYCLING BINS	01.0000.4759	1,983	1,767	2,500	653	2,500	2,500	2,500	2,500	
SALE OF RECYCLABLES	01.0000.4761	5,521	4,356	5,000	2,126	5,000	5,000	5,000	5,000	
INSURANCE DIVIDEND	01.0000.4771	16,549	11,049	15,000	49,880	49,800	15,000	15,000	15,000	
REFUNDS/REIMBURSEMENTS	01.0000.4781	41,694	36,329	30,000	2,522	30,000	30,000	30,000	30,000	
REFUNDS & REIMB - MADACC	01.0000.4784	5,477	4,056	5,500	719	4,000	5,500	4,000	4,000	
MISCELLANEOUS REVENUE	01.0000.4799	17,612	433	1,100	268	600	600	600	600	
Total Miscellaneous Revenue		129,119	105,425	106,600	72,987	135,400	103,400	101,900	101,900	-4.4%
TOTAL GENERAL FUND REVENUE		21,769,994	22,566,514	24,016,000	15,647,364	22,947,000	23,986,000	23,848,000	23,807,000	-0.9%
OTHER FINANCING SOURCES										
TRANSFERS FROM OTHER FUNDS	01.0000.4830		948,646	0	0	0	0	0	0	
TRANSFERS FROM FUND BALANCE	01.0000.4850	0	0	419,000	0	0	400,000	0	0	
Total Other Financing Sources		0	948,646	419,000	0	0	400,000	0	0	
TOTAL GENERAL FUND REVENUE & TRANSFERS		\$21,769,994	\$23,515,160	\$24,435,000	\$15,647,364	\$22,947,000	\$24,386,000	\$23,848,000	\$23,807,000	-2.6%

City of Franklin General Fund Expenditures

City general fund expenditures are divided into departments and those departments are grouped into categories. The categories are general government, public safety, public works, health & human services, culture & recreation, and conservation and development.

General Government

General government is comprised of 14 departments that provide either specific services for the City or provide services to or on behalf of the departments. General Government also includes the City's contingency budget which is the budget for unknown needs that may come up in the coming year in any of the expenditure categories. General Government expenditures without the contingency budget decreased 1.7% from the 2009 budget. General Government expenditures were 11.1% of the general fund expenditure budget. Reductions were in most areas including a Municipal Buildings position.

Public Safety

Public safety is comprised of the departments that provide for the safety of the general public. This includes police, fire, public fire protection, building inspection and weight and measures. Public Safety expenditures decreased 3.3% from the 2009 budget and amounts to 64.0% of the general fund expenditure budget. Personnel Reductions were in Police and Fire positions.

Public Works

Public Works is comprised of the departments that provide the infrastructure for the City. This includes engineering, highway, solid waste collection, street lighting, and weed control. Public Works expenditures have increased 0.2% over 2009 and amount to 19.6% of the general fund expenditure budget. Reductions were in most areas including a Highway position.

Health & Human Services

Health & Human Services is comprised of the health and the animal control expenses. Health & Human Services expenditures have increased 0.2% from 2009 and amount to 2.7% of the general fund expenditure budget due to restructuring the Sanitarian position.

Culture & Recreation

Culture & Recreation is comprised of the Parks and recreation expenses. Recreation expense includes amounts paid for St. Martins Fair expenses, senior travel and civic celebrations expenses. Culture & Recreation expenditures have decreased 28.0% from 2009 and amount to 0.7% of the general fund expenditure budget. Reductions were in St. Martins Fair and civic celebrations expenses.

Conservation & Development

Conservation & Development is comprised of the development and planning functions. Conservation & Development expenditures have increased 1.4% from 2009 and amount to 1.8% of the general fund expenditure budget.

Transfers to other funds

Transfers consist of funds received in the General Fund and moved to another fund where expended. There are no transfers planned in the 2009 year.

The 2010 General Fund budget is also presented on this page by functional categories. Salaries, wages and benefits comprise 77% of the General Fund budget.

CITY OF FRANKLIN 2010 BUDGET	2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	2010 Percent Change
General Fund expenditures by object:										
Salaries-Full Time	(289,805)	8,932,384	9,281,876	9,422,148	9,422,148	4,637,308	9,083,697	9,125,047	9,425,930	9,132,343 -3.1%
Salaries-Part Time	(20,202)	379,496	398,268	419,169	419,169	194,331	391,318	417,860	415,213	398,967 -4.8%
Salaries-Temporary	12,736	41,304	73,400	69,950	69,950	25,760	67,769	83,653	82,739	82,686 18.2%
Salaries-Overtime	(15,656)	431,982	573,876	454,017	454,017	284,086	445,636	456,031	461,421	438,381 -3.4%
Comptime Taken	15,002	199,634	212,696	194,389	194,389	81,977	204,630	209,391	209,391	209,391 7.7%
Longevity	2,929	29,685	31,613	33,256	33,256	15,861	33,575	36,185	36,185	36,185 8.8%
Holiday	(6,892)	746,210	740,436	778,646	778,646	433,942	774,727	771,929	788,907	771,754 -0.9%
Vacation	12,843	742,193	790,247	809,640	809,640	273,487	793,588	821,076	823,753	822,483 1.6%
Hazardous Materials Pay	-	11,080	9,520	10,560	10,560	4,760	10,560	10,560	10,560	10,560 0.0%
College Incentive	(1,332)	33,379	31,104	30,528	30,528	-7,370	30,384	29,196	29,196	29,196 -4.4%
Allocated Payroll costs	7,000	-419,750	-437,900	-391,200	-391,200	-206,552	-391,200	-391,200	-391,200	-408,300 -1.8%
Total Salaries and wages										
FICA	(23,402)	860,576	902,620	938,505	938,505	435,803	909,203	917,321	942,140	915,103 -2.5%
Retirement	3,863	1,704,254	1,868,534	1,868,944	1,868,944	918,920	1,864,016	1,886,656	1,930,046	1,872,807 0.2%
Retiree group health	(110,656)	122,739	664,618	689,000	689,000	363,738	551,468	579,375	580,480	578,344 -16.1%
Group health & dental	(288,623)	2,852,295	3,066,071	3,187,545	3,187,545	1,498,759	2,997,700	2,913,134	3,015,876	2,898,922 -9.1%
Life Insurance	(12,818)	46,164	48,564	48,839	48,839	32,138	40,854	36,177	36,963	36,021 -26.2%
Workers Compensation Insurance	22,372	213,017	305,820	370,605	370,605	190,407	356,988	402,977	415,718	392,977 6.0%
Total Benefits										
Total Salaries, Wages and Benefits										
Salaries, Wages and Benefits Percent of Total										
Insurance	(100)	226,560	235,576	240,800	240,800	213,463	235,300	240,800	243,350	240,700 0.0%
Contracted services	42,141	2,693,920	2,800,825	2,971,159	2,971,159	1,285,916	2,942,247	3,106,876	3,003,580	3,013,300 1.4%
Utilities	(11,750)	303,361	342,744	368,450	368,450	147,839	352,100	383,188	377,740	366,700 -3.2%
Operating supplies	(17,250)	911,433	1,084,032	1,192,650	1,207,650	352,948	1,025,387	1,192,650	1,171,950	1,175,700 -1.4%
Services & Charges	(8,600)	267,215	245,535	280,800	283,800	119,702	262,075	280,800	284,134	272,200 -3.1%
Facility Charges	11,000	366,418	381,304	407,100	407,100	168,453	400,658	423,384	416,764	418,100 2.7%
Other operating expenditures	60,000	245,799	254,223	264,500	264,500	123,025	264,542	324,500	324,500	324,500 22.7%
Contingency	(588,000)	0	0	665,000	647,000	0	0	175,000	175,000	77,000 -88.4%
Anticipated Underexpenditures	0	0	0	-890,000	-890,000	0	0	0	-400,000	-300,000 0.0%
Transfers to other funds	-	1,015,000	0	0	0	0	0	0	0	0 0.0%
Total Non-Personal Services costs										
Total General Fund by object										
General Fund Expenditures										
Expenditure Restraint Limit - 3.0%										
Over Limit										

The explanations of individual departments and their budgets are detailed starting on page 51.

OPEB FUNDING

PROGRAM: OPEB Funding is now part of the all Departments Budgets

PROGRAM MANAGER: Director of Finance & Treasurer

PROGRAM DESCRIPTION:

The City had historically offered retirement benefits to certain employee groups for a three to twelve year period depending upon labor agreement. The accounting standard prior to 2008 for the City of Franklin provided that the retirement payments made were charged against the year in which payments were received by the retiree.

GASB (Government Accounting Standards Board) Statement #45 effective for the City of Franklin on January 1, 2008 required the recording of this retirement obligation over the working lives of the qualifying employees. That involves having an actuary calculate the annual obligation and expensing that amount in the annual financial statements of the City. The GASB Standard does not require the annual funding of the obligation.

The City of Franklin recognizing that not funding this obligation would have a long term detrimental impact on the City elected to fund this annual obligation starting in 2008. Funding was planned to come from a variety of sources. Initial funding to come from:

- The property tax levy in an amount equal to the amount that the General Fund departments paid toward retire health benefits in 2007.
- A initial commitment of \$935,000 of fund balance of the General Fund starting in 2008.
- In the event that a new landfill siting agreement is reached 33% of the proceeds received over the first three years will be used to benefit this fund.
- During the years 2009 to 2012 additional amounts of property tax levy will be committed to this fund to enable the fund to have a permanent source of funding.
2009 - \$125,000 2010 - \$150,000 2011 - \$175,000 2012 - \$200,000
- Receipt of these funds may reduce or eliminate the need to make additional transfers from the fund balance of the General Fund in future years.
- Established an OPEB Trust that reduced the amount of resources needed for this purpose.

Every two years an updated actuarial report is required to be prepared. The 2010 actuarial shows the annual required contribution (ARC) for 2010 and 2011. In addition the ARC valuation for 2009 was recalculated. The amounts are shown below:

	2009	2010	2011
Annual required contribution	\$587,217	\$616,856	\$637,448

Based upon this valuation the 2012 tax levy commitment may not be required and based on that valuation the amount of fund balance committed in 2007 may be enough to cover the transition to permanent funding sources.

CITY OF FRANKLIN 2010 BUDGET		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
GASB 45 OPEB Funding Worksheet											
REVENUE											
GENERAL PROPERTY TAXES	01.0000.4011	122,740	125,000	250,000	250,000	250,000	250,000	400,000	400,000	400,000	60.0%
LANDFILL SITING FEES	01.0000.4492	13,646	22,542	20,000	20,000	8,505	20,000	20,000	20,000	20,000	
INTEREST ON INVESTMENTS	01.0000.4711										
INVESTMENT GAINS/LOSSES	01.0000.4713										
MISCELLANEOUS REVENUE	01.0000.4799										
TRANSFER FROM OTHER FUNDS	01.0000.4830										
TRANSFER FROM GENERAL FUND	01.0000.4834	935,000									
TOTAL OPEB FUND REVENUE		1,071,386	147,542	270,000	270,000	258,505	270,000	420,000	420,000	420,000	55.6%
EXPENDITURES											
General Government:											
Municipal Court	01.121.0000.5153	0	947	1,000	1,000	540	880	916	916	916	
City Clerk	01.141.0000.5153	0	1,948	2,100	2,100	1,115	1,822	1,897	1,897	1,897	
Elections	01.142.0000.5153	0	133	100	100	39	25	87	84	89	
Administration	01.147.0000.5153	0	3,157	3,400	3,400	1,810	2,991	3,128	3,128	3,128	
Finance	01.151.0000.5153	0	3,206	3,500	3,500	1,836	3,036	3,175	3,175	3,175	
Assessor	01.154.0000.5153	0	0	0	0	0	0	0	0	0	
Municipal Buildings	01.181.0000.5153	0	6,240	6,500	6,500	3,437	5,101	5,983	5,836	3,452	
Total General Government		0	15,631	16,600	16,600	8,777	13,855	15,186	15,036	12,657	-23.8%
Public Safety:											
Police	01.211.0000.5153	43,080	245,854	251,100	251,100	132,929	192,562	202,075	202,166	202,046	
Dispatch	01.212.0000.5153	0	7,240	7,700	7,700	4,120	4,597	4,865	4,865	4,865	-36.8%
Fire	01.221.0000.5153	79,660	318,802	335,800	335,800	178,311	273,501	287,335	287,459	287,538	
Building Inspection	01.231.0000.5153	0	1,088	1,200	1,200	627	1,017	1,059	1,059	1,059	
Total Public Safety		122,740	572,984	595,800	595,800	315,987	471,677	495,334	495,549	495,508	-16.8%
Public Works:											
Engineering	01.321.0000.5153	0	6,100	6,300	6,300	3,329	5,428	5,650	5,650	5,650	
Highway	01.331.0000.5153	0	59,981	59,800	59,800	30,727	51,079	53,105	54,149	54,553	
Recycling	01.341.0000.5153	0	190	100	100	135	59	72	70	74	
Total Public Works		0	66,271	66,200	66,200	34,191	56,566	58,827	59,869	60,277	-8.9%
Health and Human Services:											
Public Health	01.411.0000.5153	0	3,686	3,900	3,900	2,075	3,394	3,532	3,532	3,532	
Total Health and Human Services		0	3,686	3,900	3,900	2,075	3,394	3,532	3,532	3,532	0.0%
Culture and Recreation:											
Parks	01.551.0000.5153	0	2,171	3,300	3,300	1,177	2,869	3,001	2,916	3,085	
St. Martins	01.529.0000.5153		261	300	300	10	271	290	286	293	
Total Culture and Recreation		0	2,432	3,600	3,600	1,187	3,140	3,291	3,202	3,378	-6.2%
Conservation and Development:											
Planning	01.621.0000.5153	0	3,614	2,900	2,900	1,521	2,836	3,205	3,285	3,285	
Total Conservation and Development		0	3,614	2,900	2,900	1,521	2,836	3,205	3,285	3,285	13.3%
Total OPEB Expenditures		122,740	664,618	689,000	689,000	363,738	551,468	579,375	580,473	578,637	-16.0%
Excess of revenue over expenditures		948,646	-517,076	-419,000	-419,000	-105,233	-281,468	-159,375	-160,473	-168,637	
Fund Balance, Beginning of Period		0	948,646	431,570	431,570	431,570	431,570	150,102	150,102	150,102	
Fund Balance, End of Period		948,646	431,570	12,570	12,570	326,337	150,102	-9,273	-10,371	-8,535	
OPEB Expenditures - GF Departments											
OPEB Expenditures - Library			664,618	689,000	689,000	363,738	551,468	579,375	580,473	578,637	
OPEB Expenditures - Civic Celebrations			5,390	6,540	6,540	3,083	5,071	5,278	5,278	5,278	
OPEB Expenditures - Sewer			274	357	357	0	304	320	320	320	
OPEB Expenditures - Water			16,358	20,410	20,410	9,062	15,187	15,884	15,449	16,318	
			17,073	20,410	20,410	9,102	15,187	21,226	15,449	16,303	
			703,713	736,717	736,717	384,985	587,217	622,083	616,969	616,856	

**LIBRARY FUND
15-511**

PROGRAM: Public Library

DEPARTMENT: Library

PROGRAM MANAGER: Library Director

PROGRAM DESCRIPTION:

The Public Library is operated through a Special Revenue Fund of the City under the administration of a Library Board that has exclusive control of the expenditure of all moneys collected, donated, or appropriated for the Library's use. The Library Board consists of 9 members, 1 being a representative of the school district(s), 1 an Alderman, and 7 citizens, appointed by the Mayor and approved by the Common Council. The Library is a member of the Milwaukee County Federated Library System. The Library Board appoints the Library Director who is the administrator of the Library and executive officer for the Library Board. The Director also appoints all Library personnel, prescribing their duties and compensation. Primary funding for the Library is received from municipal property taxes in amounts determined by the Common Council. The Library receives no direct funding from any other source.

The Franklin Public Library is established to provide all members of the community with access to library services to meet their informational, education, and leisure needs. All library services are provided at no additional charge to residents of the City and County (in accordance with the agreement with the Milwaukee County Federated Library System).

The usage of the Franklin Public Library continues to climb. In 2002, the Library moved into a new facility. It is approximately 40,000 square feet and was supported by a referendum of almost 2/3rds of Franklin voters. The library offers a wide variety of material in many different formats: hardcover, large print, paperback, books on tape and CD, Music CD's, DVD's, VHS, CD-ROMs, magazines, newspapers, puppets, puzzles and more. Patrons have the ability to check out over 130,000 items at the Franklin Public Library. Patrons may also request items from other libraries throughout Milwaukee County. This gives patrons access to over millions of items.

The Franklin Public Library has:

Fadrow Community Meeting Room(s) for large groups of up to 250 people

Sievert Meeting Room (Board style) for up to 20 people

Young Adult Area with study booths

Children's Tree and Program Room donated by the Northwestern Mutual Foundation

Material security and two self-checkout stations

Fireplace donated by the Sullivan Family Foundation

Separate Children's and Adult Internet Stations and 15 minute Internet Express Stations

WI-FI Accessibility provided by the Harley Davidson Foundation

Technology Lab

Study Rooms

Reading Garden Area

The Library was designed using this criteria:

“Create a community beacon which increases patronage by providing services, collection, technology, and programs that promote lifelong learning in an inviting and adaptable physical environment.”

Programming is a very important part of the library function. Family Programs are held once a month for people of all ages. For youth there is “Story time” for preschoolers and “Little Lapsitters” for 18 months to 3 years and Nursery Rhyme Time for children birth to 18 months. During the summer, a Summer Reading Program is offered for school age children.

Summer Reading 2003	684 children registered
Summer Reading 2004	793 children registered
Summer Reading 2005	846 children registered
Summer Reading 2006	973 children registered
Summer Reading 2007	998 children registered
Summer Reading 2008	1065 children registered
Summer Reading 2009	1573 children registered

For adults there are book clubs, speakers, and programs throughout the year. The Friends of Franklin Public Library sponsor many of our programs, including our highly popular cooking programs. The annual Friends of Franklin Public Library book sale is held the weekend after Labor Day.

Computer usage continues to be a demand. The library has classes for both the beginning and advanced computer user.

Some comparative data reflect the efforts of our remarkable Library staff, and the public's early and enthusiastic acceptance of the new facility:

The percentage of Checkouts in 2008 were 71% Female and 29% Male.

The library continues to be blessed with wonderful volunteers. In 2008 library volunteers, put in over 2000 hours of volunteer hours. This equates to slightly more than one full time library worker. We could not do all that we do without our volunteers.

Circulation July 2008	Circulation July 2009	Circulation July 2007
Total 48,210	Total 46,073	Total 44,437

Because of our Summer Reading Programs July continues to be our highest circulating month. Citizens have access to materials in many different formats. Our latest formats are Playaway audiobooks and downloadable audio books and movies.

STAFFING:

Authorized Positions (FTE)	2005	2006	2007	2008	2009	2010
Library Director	1.00	1.00	1.00	1.00	1.00	1.00
Adult Services Librarian	1.00	1.00	1.00	1.00	1.00	1.00
Youth Services Librarian	1.00	1.00	1.00	1.00	1.00	1.00
Reference Librarian	3.25	3.25	3.25	3.25	3.25	3.25
Technical Assistant	1.00	1.00	1.00	1.00	1.00	1.00
Library Assistant	7.32	7.89	7.67	7.67	7.58	7.58
Shelver	1.48	1.73	2.23	2.23	2.23	2.23
Summer Help	.05	.05	.05	.05	.05	.05
Total	16.10	16.92	17.20	17.20	17.11	17.11

ACTIVITY MEASURES:

Activity	2005	2006	2007	2008	2009*	2010*
Hours of Service	59	59	59	59	59	59
Hours of Service-Summer	56	56	56	56	56	56
Circulation	452,382	465,468	471,442	490,843	492,000	493,000
Registered Borrowers	19,497	20,792	22,424	23,500	24,000	24,000
Collection Size	117,804	120,000	127,000	130,000	131,000	132,000
Computer Internet Use	46,364	51,187	54,000	55,000	50,222	50,400
Children Programs-Attend	13,434	14,404	13,699	13,486	13,800	13,900

*Forecast

2008 Computer Statistics BreakdownAverage Session

Adults 34:54 minutes
Express 8:55 minutes
Kids 26:37 minutes

Daily Use of Computers

55:23 hours 12 computers
1:43 hours 4 computers
18:48 hours 12 computers

BUDGET SUMMARY:

Since the "new library" opened in 2002 the measures used by libraries have shown increases. These measures include: circulation, programs and program attendance, computer/internet usage, meeting room use and collection development. The Franklin Public Library continues to be a destination for the citizens of Franklin. This year the library celebrated its 7th Anniversary in the "new building".

With the advent of tough times the library has embarked on ways of saving money. One was the installation of two self checkout machines in 2007. Patrons self check out approximately 47% of their items with self check. Another way is the reduction of hours of part-time staff with benefits to part-time staff with no benefits. Both of these cost saving measures are helping us deal with the no increase in funding for 2009 and now for 2010.

CITY OF FRANKLIN
2010 BUDGET

LIBRARY FUND

		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
REVENUE											
General Property Taxes	15.0000.4011	1,119,000	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000	1,150,000	0.0%
Reciprocal Borrowing	15.0000.4458	95,939	106,973	50,000	50,000	0	50,000	50,000	50,000	50,000	
Interest on investments	15.0000.4711	34,980	26,269	24,000	24,000	12,910	24,000	24,000	24,000	24,000	
Investment Gains/Losses	15.0000.4713	4,232	6,978	0	0	2,616	0	0	0	0	
Miscellaneous Revenue	15.0000.4799		181	0	0	0	0	0	0	0	
Total Revenue		\$1,254,151	\$1,290,401	\$1,224,000	\$1,224,000	\$1,165,526	\$1,224,000	\$1,224,000	\$1,224,000	\$1,224,000	0.0%
EXPENDITURES											
Personal Services											
Salaries-FT	15.511.0000.5111	284,281	309,862	314,228	314,228	152,064	306,127	311,398	311,398	311,398	
Salaries-PT	15.511.0000.5113	250,584	259,071	255,860	255,860	122,445	249,094	260,183	260,183	260,183	
Overtime	15.511.0000.5117	5,917	6,276	6,500	6,500	3,201	7,500	6,500	6,500	6,500	
Longevity	15.511.0000.5133	800	785	780	780	410	730	795	795	795	
Holiday Pay	15.511.0000.5134	28,645	26,392	26,700	26,700	14,670	27,925	28,605	28,605	28,605	
Vacation Pay	15.511.0000.5135	23,922	32,171	30,373	30,373	12,604	27,679	30,352	30,352	30,352	
FICA	15.511.0000.5151	43,554	46,452	48,535	48,535	22,040	47,358	48,297	48,297	48,297	
Retirement	15.511.0000.5152	48,692	50,864	50,601	50,601	24,288	49,499	50,590	50,590	50,590	
Retiree Group Health	15.511.0000.5153	0	5,390	6,540	6,540	3,083	5,071	5,278	5,278	5,278	
Group Health & Dental	15.511.0000.5154	113,600	117,079	121,485	121,485	58,959	116,106	115,453	115,453	115,453	
Life Insurance	15.511.0000.5155	1,860	2,459	3,076	3,076	928	2,165	2,214	2,214	2,214	
Workers Compensation Ins	15.511.0000.5156	1,052	1,443	1,707	1,707	821	1,665	2,225	2,225	2,161	
Personal Services Sub-total		802,906	858,344	866,385	866,385	415,513	840,919	861,890	861,890	861,826	-0.5%
Percent of Department Total		67.8%	68.6%	68.0%	68.0%	67.0%	67.9%	67.4%	67.5%	67.7%	
Contractual Services											
Equipment Maintenance	15.511.0000.5242	4,113	2,944	5,000	5,000	3,066	5,300	5,150	5,400	5,400	
Equipment Maintenance - Restricted	15.512.0000.5242	2,267	0	0	0	0	0	0	0	0	
Data & Telephone Cabling	15.511.0000.5247	0	0	200	200	450	450	206	200	200	
Sundry Contractors	15.511.0000.5299	2,275	3,987	2,575	2,575	2,539	2,540	2,652	2,500	2,500	
Contracted Services Sub-total		8,655	6,931	7,775	7,775	6,055	8,290	8,008	8,100	8,100	4.2%
Supplies											
Postage	15.511.0000.5311	4,312	3,134	4,150	4,150	2,023	4,050	4,150	3,900	3,900	
Office Supplies	15.511.0000.5312	7,667	7,916	8,000	8,000	8,227	9,000	8,000	9,000	9,000	
Printing	15.511.0000.5313	103	0	200	200	37	37	200	150	150	
Education Supplies	15.511.0000.5328	523	0	900	900	556	556	900	750	750	
Operating Supplies-Other	15.511.0000.5329	16,764	20,048	17,000	17,000	12,459	17,250	17,000	17,200	17,200	
Supplies Sub-total		29,369	31,098	30,250	30,250	23,302	30,893	30,250	31,000	31,000	2.5%
Services and Charges											
Telephone	15.511.0000.5415	-105	0			0		0	0	0	
Subscriptions	15.511.0000.5422	9,262	8,241	12,000	12,000	1,958	10,000	12,000	9,000	9,000	
Memberships	15.511.0000.5424	1,401	1,751	1,700	1,700	1,423	1,700	1,700	1,700	1,700	
Conferences and Schools	15.511.0000.5425	195	50	1,000	1,000	96	450	1,000	800	800	
Mileage	15.511.0000.5432	67	341	500	500	46	300	500	500	500	
Equipment Rental	15.511.0000.5433					0			0	0	
Milw Co Library Computer	15.511.0000.5451	18,163	19,536	19,500	19,500	20,041	20,041	19,500	21,900	21,900	
Services and Charges Sub-total		28,984	29,918	34,700	34,700	23,564	32,491	34,700	33,900	33,900	-2.3%
Facility Charges											
Allocated Insurance Cost	15.511.0000.5528	26,100	27,400	28,500	28,500	14,250	28,500	29,640	29,640	29,650	
Water	15.511.0000.5551	1,223	1,252	1,300	1,300	317	1,300	1,352	1,300	1,300	
Electricity	15.511.0000.5552	65,866	68,513	75,550	75,550	25,621	75,000	78,572	78,752	78,750	
Sewer	15.511.0000.5553	223	297	250	250	79	250	260	250	250	
Natural Gas	15.511.0000.5554	42,289	49,219	48,200	48,200	16,424	47,600	50,128	50,128	50,100	
Janitorial Supplies	15.511.0000.5556	6,393	6,064	5,700	5,700	2,947	4,500	5,928	5,000	5,000	
Building Maintenance - Systems	15.511.0000.5557	14,183	11,708	15,000	15,000	6,567	14,000	15,600	15,600	15,600	
Building Maintenance - Flooring	15.511.0000.5558	0	625	200	200	0	200	208	200	200	
Building Maintenance - Other	15.511.0000.5559	3,082	1,373	5,300	5,300	0	4,000	5,512	5,000	5,000	
Allocated payroll cost	15.511.0000.5560	64,500	64,500	67,100	67,100	33,550	67,100	69,784	69,784	66,000	
Facility Charges Sub-total		223,860	230,951	247,100	247,100	99,755	242,450	256,984	255,654	251,850	1.9%
Capital Outlay											
Furniture/Fixtures	15.511.0000.5812	0	0	1,200	1,200	0	500	1,200	500	500	
Library Materials	15.511.0000.5816	88,571	74,770	84,950	84,950	49,751	80,000	84,950	85,000	85,000	
Computer Equipment	15.511.0000.5841	640	2,389	1,300	1,300	0	1,000	1,300	1,000	1,000	
Computer Equipment - Restricted	15.512.0000.5841		17,124	0	0	0	0	0	0	0	
Software	15.511.0000.5843	833	173	0	0	2,081	2,081	0	0	0	
Capital Outlay Sub-total		90,045	94,467	87,450	87,450	51,832	83,581	87,450	86,500	86,500	-1.1%
Non Personal Services Sub-total		380,912	393,355	407,275	407,275	204,508	397,705	417,392	416,154	411,350	1.0%
Total Library Fund Expenditures		1,183,818	1,251,699	1,273,660	1,273,660	620,021	1,238,624	1,279,282	1,277,044	1,273,176	0.0%
Excess of revenue over expenditures		70,333	38,703	-49,660	-49,660	545,505	-14,624	-55,282	-53,044	-49,176	
Fund Balance, Beginning of Period		189,443	259,776	298,479	298,479	298,479	298,479	283,855	283,855	283,855	
Fund Balance, End of Period		259,776	298,479	248,819	248,819	843,984	283,855	228,573	230,811	234,679	

SANITARY SEWER FUND
61-731

PROGRAM: Sanitary Sewer

PROGRAM MANAGER(S): Director of Public Works & Superintendent of Water/Sewer

PROGRAM DESCRIPTION:

The Sanitary Sewer Division accounted for in an Enterprise Fund, accounts for the activities of the sanitary sewer operations of the City. The City is part of the Milwaukee Metropolitan Sewerage District, which provides interceptor sewers and treatment of the sanitary sewage generated in the City. Sewer activities handled by City personnel include maintenance and cleaning of collection sewers and monitoring of the sanitary sewer system located within the City. Sewer bills are based on water usage where water is provided from the Franklin Water Utility and are a flat charge for all-single family and two-family customers. Employee costs of sewer and water department are allocated between water and sewer operations based on the activities performed.

SERVICES:

- Clean City sewers on an ongoing basis plus trouble spots.
- Inspect City sewers for diagnostic purposes and possible replacement.
- Locate sewer lines for construction and Digger's Hotline.
- Respond to sewer backup calls and customer questions and other related problems.
- Maintain 4 sanitary lift stations to include emergency equipment.
- Televisе mainline sewers and laterals to detect defects and set up rehab schedule.
- Perform sewer rehab to include manholes, laterals and mainline.

STAFFING: Sewer Division and Water Utility share employees. The percentage varies yearly based on activities performed. For 2010 it is anticipated at 40% - 50%:

Authorized Positions (FTE)	2005	2006	2007	2008	2009	2010
Sewer Superintendent	.50	.50	.50	.50	.50	.50
Operator II	1.00	1.00	1.00	1.00	1.00	1.00
Operator I	.50	.50	.50	.50	.50	.50
Sewer Technician	3.00	3.50	3.50	3.50	3.50	3.50
Clerk/Typist	.25	.62	.62	.62	.62	.62
Seasonal Maintenance	.30	.30	.30	.30	.15	.15
Total Sewer	5.55	6.42	6.42	6.42	6.27	6.27
Total of Water & Sewer	11.10	12.85	12.85	12.85	12.55	12.55

ACTIVITY MEASURES:

Activity	2005	2006	2007	2008	2009*	2010*
Miles of Sanitary Sewer	176.0	180.0	180.4	182.0	184.75	185
Avg.No.-Sewer Service Customers	9,216	9,567	9,779	9,853	9,883	9,900
Estimated Number of Manholes	4,248	4,482	4,541	4,562	4,700	4,700
Feet of Sewer Cleaned	317,042	119,200	92,010	264,000	250,000	250,000

* Forecast

BUDGET SUMMARY:

- 1) MMSD is anticipating an inflationary increase in its charges to municipalities in 2010.
- 2) The Sanitary Sewer Rehabilitation Program is a continuing program with \$100,000 anticipated to be spent in 2010.
- 3) Capital Outlay - \$43,964 \$37,911

A. Tools & Shop Supplies – \$6,050 \$0

Lawn Mower and trailer – 50% of cost \$6,050

B. Vehicle Replacement – \$21,500

4X4 Pick up Truck w/plow Replacement – 50% of cost 21,500

C. Safety and Detection Equipment – \$14,411

St. Martin Lift Station Gas Detection Equipment. \$9,000

Pump Prime Fail Components @ 51st St. \$2,000

50% Security SCADA Upgrade at St. Martins and Briarwood. \$3,411

D. Office Equipment – \$2,000

Copy Machine – 50% of cost. \$2,000

CITY OF FRANKLIN 2010 BUDGET		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
SEWER FUND											
REVENUE											
CHARGES FOR SERVICES											
METERED SALES-RESIDENTIAL	61.0000.4461	\$1,211,132	\$1,568,914	\$1,760,000	\$1,760,000	\$831,470	\$1,660,000	\$1,812,800	\$1,710,000	\$1,710,000	-2.8%
METERED SALES-COMMERCIAL	61.0000.4462	474,484	678,153	720,000	720,000	375,763	750,000	741,600	772,500	772,500	7.3%
METERED SALES-INDUSTRIAL	61.0000.4463	196,430	238,452	298,000	298,000	122,035	250,000	306,940	257,500	257,500	-13.6%
PUBLIC AUTHORITY	61.0000.4465	128,704	191,351	230,000	230,000	121,880	230,000	236,900	237,000	237,000	3.0%
PENALTY-FORFEITED DISCOUNT	61.0000.4466	18,697	29,713	15,000	15,000	10,955	30,000	15,000	30,000	30,000	100.0%
PROPERTY STATUS REPORTS	61.0000.4413	2,365	1,720	2,000	2,000	705	2,000	2,000	2,000	2,000	0.0%
Total Charges for Services		2,031,812	2,708,303	3,025,000	3,025,000	1,462,808	2,922,000	3,115,240	3,009,000	3,009,000	-0.6%
MISCELLANEOUS REVENUE											
INTEREST ON INVESTMENTS	61.0000.4711	23,948	16,709	15,000	15,000	11,886	15,000	15,000	15,000	15,000	
INVESTMENT GAINS/LOSSES	61.0000.4713	2,897	4,439	-5,000	-5,000	1,803	-5,000	-5,000	-5,000	-5,000	
PROPERTY SALE	61.0000.4761	1,800	0	0	0	5,875	0	0	0	0	
SALE OF RECYCLABLES	61.0000.4761	0	0	0	0	0	0	0	0	0	
REFUNDS/REIMBURSEMENTS	61.0000.4781	0	0	1,000	1,000	4,760	1,000	1,000	1,000	1,000	
Total Miscellaneous Revenue		28,645	21,148	11,000	11,000	24,324	11,000	11,000	11,000	11,000	0.0%
TOTAL SEWER FUND REVENUE		2,060,457	2,729,451	3,036,000	3,036,000	1,487,132	2,933,000	3,126,240	3,020,000	3,020,000	-0.5%
SEWER FUND EXPENDITURES											
PERSONAL SERVICES											
SALARIES-FT	61.731.0000.5111	140,763	222,803	207,140	207,140	122,789	200,432	208,356	208,357	208,357	
SALARIES-ADMIN	61.731.0000.5112	27,079	25,533	27,047	27,047	17,368	27,047	27,047	27,047	27,047	
SALARIES-PT	61.731.0000.5113	11,554	13,179	13,707	13,707	7,011	13,707	13,775	13,775	13,775	
SALARIES-TEMP	61.731.0000.5115	8,460	4,783	5,945	5,945	0	3,120	3,182	3,182	3,182	
SALARIES-ALLOCATED	61.731.0000.5116	22,319	9,711	22,181	22,181	4,530	22,181	22,181	22,181	22,181	
SALARIES-OT	61.731.0000.5117	16,319	8,115	20,000	20,000	3,674	15,000	20,000	20,000	20,000	
COMPTIME TAKEN	61.731.0000.5118	6,789	2,882	4,532	4,532	878	4,532	4,532	4,532	4,532	
LONGEVITY	61.731.0000.5133	796	776	810	810	409	818	928	928	928	
HOLIDAY PAY	61.731.0000.5134	33,339	14,452	16,894	16,894	12,236	16,636	16,949	16,949	16,949	
VACATION PAY	61.731.0000.5135	39,523	22,360	22,242	22,242	9,190	22,204	22,628	22,628	22,628	
FICA	61.731.0000.5151	22,497	23,492	26,048	26,048	12,484	24,914	25,978	25,978	25,978	
RETIREMENT	61.731.0000.5152	29,495	19,123	23,728	23,728	11,857	34,450	48,654	38,297	38,693	
RETIREE GROUP HEALTH	61.731.0000.5153	0	16,358	20,410	20,410	9,062	15,187	15,884	15,449	16,318	
GROUP HEALTH & DENTAL	61.731.0000.5154	111,920	72,188	85,046	85,046	40,557	81,266	80,043	80,043	80,043	
LIFE INSURANCE	61.731.0000.5155	-1,000	1,108	1,405	1,405	608	1,359	1,383	1,383	1,383	
WORKERS COMPENSATION INS	61.731.0000.5156	6,863	12,011	21,275	21,275	5,848	17,713	18,154	18,154	17,761	
Sub-total		476,716	468,873	518,410	518,410	258,501	500,566	529,674	518,883	519,755	0.3%
Percent of Department Total		60.2%	53.9%	52.5%	52.5%	60.2%	50.9%	52.6%	48.6%	51.6%	

CITY OF FRANKLIN 2010 BUDGET		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
CONTRACTUAL SERVICES											
AUDITING	61.731.0000.5213	2,650	3,100	2,800	2,800	3,300	2,700	2,884	4,000	4,000	
EQUIPMENT MAINTENANCE	61.731.0000.5242	8,924	13,366	13,600	13,600	483	12,000	14,008	12,000	12,000	
SOFTWARE MAINTENANCE	61.731.0000.5257	6,076	5,673	9,600	9,600	4,514	7,500	9,888	9,000	9,000	
HAZARDOUS WASTE DISPOSAL COST	61.731.0000.5287	35,641	39,076	40,000	40,000	36,671	40,000	41,600	41,600	41,600	
SUNDRY CONTRACTORS	61.731.0000.5299	12,109	10,531	14,000	14,000	6,748	14,000	14,420	14,420	14,400	
Sub-total		65,400	71,776	80,000	80,000	51,716	76,200	82,800	81,020	81,000	1.3%
SUPPLIES											
POSTAGE	61.731.0000.5311	7,964	8,314	8,500	8,500	2,270	8,500	8,500	8,500	8,500	
OFFICE SUPPLIES	61.731.0000.5312	962	1,458	2,000	2,000	532	1,000	2,000	1,100	1,100	
PRINTING	61.731.0000.5313	3,528	6,363	6,000	6,000	1,624	6,000	6,000	6,000	6,000	
UNIFORMS	61.731.0000.5326	2,511	2,353	2,750	2,750	62	2,750	2,750	2,750	2,750	
OPERATING SUPPLIES-OTHER	61.731.0000.5329	106	1,018	1,000	1,000	577	1,000	1,000	1,000	1,000	
FUEL/LUBRICANTS	61.731.0000.5331	16,133	19,625	26,400	26,400	5,557	26,400	26,400	26,400	26,400	
VEHICLE SUPPORT	61.731.0000.5332	4,168	5,661	8,000	8,000	1,646	8,000	8,000	8,000	8,000	
EQUIPMENT SUPPLIES	61.731.0000.5333	34,311	32,383	32,000	32,000	14,597	32,000	32,000	30,000	30,000	
TELEVISION SUPPLIES	61.731.0000.5336		2,383			12,726	15,000		15,000	15,000	
Subtotal		69,673	79,858	86,650	86,650	39,591	100,650	86,650	98,750	98,750	-3.3%
Ratio of City of Franklin costs to MMSD charges		61.8%	53.9%	52.3%	52.3%	92.2%	55.0%	54.6%	57.4%	54.1%	
Ratio of Customer revenue to MMSD charges		162.9%	170.8%	163.7%	163.7%	341.1%	167.2%	162.1%	165.5%	165.5%	
SERVICES AND CHARGES											
SEWER SERVICE CHARGES	61.731.0000.5413	1,247,210	1,585,774	1,848,000	1,848,000	428,868	1,748,000	1,921,920	1,818,000	1,818,000	-1.6%
TELEPHONE	61.731.0000.5415	7,034	6,947	8,100	8,100	2,832	8,100	8,100	8,100	8,100	
METER READING COSTS	61.731.0000.5416	7,103	6,431	15,000	15,000	0	15,000	15,000	15,000	15,000	
OFFICIAL NOTICES/ADVERTISING	61.731.0000.5421	899	13	0	0	0	0	0	0	0	
CONFERENCES & SCHOOLS	61.731.0000.5425	2,709	4,295	4,000	4,000	2,160	4,000	4,000	4,000	4,000	
ALLOCATED INSURANCE COST	61.731.0000.5428	8,100	8,400	8,700	8,700	4,350	8,700	8,700	9,000	9,000	
MILEAGE	61.731.0000.5432	0	312	500	500	128	500	500	500	500	
EQUIPMENT RENTAL	61.731.0000.5433	0	51	2,000	2,000		2,000	2,000	2,000	2,000	
LOCK BOX CHARGES	61.731.0000.5493	0	0	0	0	2,984	6,000	0	6,000	6,000	
Sub-total		1,273,055	1,612,223	1,886,300	1,886,300	441,322	1,792,300	1,960,220	1,862,600	1,862,600	-1.3%
FACILITY CHARGES											
DEPRECIATION	61.731.0000.5541	53,976	60,571	62,400	62,400	31,200	62,400	64,896	64,896	64,900	
WATER	61.731.0000.5551	690	911	1,000	1,000	89	1,000	1,040	1,000	1,000	
ELECTRICITY	61.731.0000.5552	23,118	33,024	31,200	31,200	17,769	30,000	32,448	32,448	32,450	
SEWER	61.731.0000.5553	131	175	100	100	40	100	104	104	100	
NATURAL GAS	61.731.0000.5554	4,708	6,560	6,000	6,000	3,932	6,000	6,240	6,240	6,250	
BUILDING MAINTENANCE	61.731.0000.5559	1,713	2,255	2,000	2,000	883	2,000	2,000	6,019	5,995	
CITY SUPPORT-ENG & ADMIN	61.731.0000.5561	90,000	97,200	101,000	101,000	49,950	99,900	105,040	105,040	93,200	
Sub-total		174,336	200,695	203,700	203,700	103,863	201,400	211,768	215,747	203,895	0.1%
CAPITAL OUTLAY (NOT CAPITALIZED)											
AUTO EQUIPMENT	61.731.0000.5811	0	0	0	0	0	0	0	0	0	
OFFICE EQUIPMENT	61.731.0000.5813	0	0	0	0	0	0	0	0	0	
OTHER CAPITAL EQUIPMENT	61.731.0000.5819	0	0	0	0	0	0	0	0	0	
BUILDING IMPROVEMENTS	61.731.0000.5822		3,043			0					
SEWER REHABILITATION	61.731.0000.5829	16,131	45,712	100,000	100,000	0	100,000	100,000	150,000	100,000	
COMPUTER EQUIPMENT	61.731.0000.5841	0	692	0	0	0	0	0	0	0	
SOFTWARE	61.731.0000.5843	0		0	0	0	0	0	0	0	
ABANDONMENT COST	61.731.0000.5849		12,600			0					
Sub-total		16,131	62,047	100,000	100,000	0	100,000	100,000	150,000	100,000	0.0%
TOTAL SEWER FUND LOCAL EXPENDITURES		792,460	870,623	987,060	987,060	429,454	983,116	1,007,592	1,067,400	1,006,400	0.4%
TOTAL SEWER FUND MMSD EXPENDITURES		1,282,851	1,624,850	1,888,000	1,888,000	465,539	1,788,000	1,963,520	1,859,600	1,859,600	-1.5%
TOTAL SEWER FUND OPERATING EXPENDITURES		2,075,311	2,495,473	2,875,060	2,875,060	894,993	2,771,116	2,971,112	2,927,000	2,866,000	-0.8%
INCOME (LOSS) BEFORE CAPITAL CONTRIBUTIONS											
		-14,854	233,978	160,940	160,940	592,139	161,884	155,128	93,000	154,000	
RETAINED EARNINGS, BEGINNING		921,326	857,829	966,171	966,171	966,171	966,171	1,130,855	1,130,855	1,130,855	
INVESTED IN CAPITAL ASSETS TRANSFER		-48,643	-125,636	2,800	2,800		2,800		21,000	21,000	
RETAINED EARNINGS, ENDING		857,829	966,171	1,129,911	1,129,911	1,558,310	1,130,855	1,285,983	1,244,855	1,305,855	
		108.25%	110.97%	114.47%	114.47%		115.03%	127.63%	116.62%	129.76%	
CAPITAL CONTRIBUTIONS	61.731.0000.5732	1,060,306	477,220	1,000,000	1,000,000	0	500,000	1,000,000	600,000	600,000	
LESS CIAC DEPRECIATION	61.731.0000.5741	-566,930	-576,388	-580,000	-580,000	-290,002	-580,000	-580,000	-586,000	-586,000	
INVESTED IN CAPITAL ASSETS TRANSFER		48,643	125,636	-2,800	-2,800	0	-2,800	0	-21,000	-21,000	
INVESTED IN CAPITAL ASSETS, BEGINNING		45,317,280	45,859,299	46,851,938	46,851,938	46,851,938	46,851,938	46,769,138	46,769,138	46,769,138	
INVESTED IN CAPITAL ASSETS, ENDING		45,859,299	45,885,767	47,269,138	47,269,138	46,561,936	46,769,138	47,189,138	46,762,138	46,762,138	
NET ASSETS, ENDING		46,717,128	46,851,938	48,399,048	48,399,048	48,120,245	47,899,992	48,475,120	48,006,992	48,067,992	

**CITY OF FRANKLIN
AUGUST 2009**

2010 SANITARY SEWER FUND

A. PERSONAL SERVICES

1. Salaries – Part Time - 61.731.0000.5113 = \$13,775.00

2009 Budget	= \$ 13,707.00
Estimated Expenditures	= \$ 13,707.00
Requested 2010 Budget	= \$ 13,775.00

Salaries - PartTime budget account provides the necessary funds to pay for a part time clerk typist that is to be employed to work in the Sewer and Water Department.

2. Salaries - Temporary - 61.731.0000.5115 = \$ 3,182.00

2009 Budget	= \$ 5,824.00
Estimated Expenditures	= \$ 0.00
Requested 2010 Budget	= \$ 3,182.00

The Salaries - Temporary budget account provides the necessary funds to pay for the temporary summer help that is employed to work in the Sewer Department. Priorities for 2009 were 100% Water Utility related and no wages were accounted for in the Sewer Department. 2010 is projected to be 50% Sewer related.

3. Salaries - Overtime - 61.731.0000.5117 = \$ 20,000.00

2009 Budget	= \$ 20,000.00
Estimated Expenditures	= \$ 15,000.00
Requested 2010 Budget	= \$ 20,000.00

The Salaries - Overtime budget account provides the necessary funds to pay the overtime wages to employees in the Sewer Department. This expenditure will vary depending on the number of emergencies that occur or projects requiring after hours completion.

B. CONTRACTUAL SERVICES

1. Auditing - 61.731.0000.5213 = \$ 4,000.00

2009 Budget	= \$ 2,700.00
Estimated Expenditures	= \$ 2,700.00
Requested 2010 Budget	= \$ 4,000.00

The Auditing budget account provides the necessary funds for the annual audit of the sewer fund. 3% increase in funding. A new audit RFP will result in higher audit cost.

2. **Equipment Maintenance - 61.731.0000.5242** = \$ 12,000.00

2009 Budget	= \$ 13,600.00
Estimated Expenditures	= \$ 12,000.00
Requested 2010 Budget	= \$ 12,000.00

The Equipment Maintenance budget account provides the necessary funds for the maintenance of the City's four (4) sanitary sewerage lift stations and the one hundred eighty – two miles of sanitary sewer mains. The equipment maintenance expenditures will vary from year to year depending on factors such as weather, substance pumped and residual problems.

3. **Software Maintenance – 61.731.0000.5257** = \$ 9,000.00

2009 Budget	= \$ 9,600.00
Estimated Expenditures	= \$ 7,500.00
Requested 2010 Budget	= \$ 9,000.00

The software maintenance budget provides for service contracts and maintenance costs for various software programs owned and operated by the City of Franklin Sewer Department and programs shared with the Franklin Water Utility.

4. **Other Costs – Hazardous Wastes – 61.731.0000.5287** = \$ 41,600.00

2009 Budget	= \$ 40,000.00
Estimated Expenditures	= \$ 40,000.00
Requested 2010 Budget	= \$ 41,600.00

This budget covers the costs of hazardous waste disposal that is handled by the City during clean ups or clean sweep efforts and possible disposal of waste collected by sewer cleaning not able to be offloaded without approved manifests.

5. **Sundry Contractors - 61.731.0000.5299** = \$ 14,420.00

2009 Budget	= \$ 14,000.00
Estimated Expenditures	= \$ 14,000.00
Requested 2010 Budget	= \$ 14,420.00

This budget covers Diggers Hotline and other associated costs from contractors doing miscellaneous repairs. Printing, folding & stuffing bills will also come from this account.

C. **SUPPLIES**

1. **Postage - 61.731.0000.5311** = \$ 8,500.00

2009 Budget	= \$ 8,500.00
Estimated Expenditures	= \$ 8,500.00
Requested 2010 Budget	= \$ 8,500.00

The Postage budget account provides the sanitary sewers share of the mailing costs for the Sewer and Water Utility bills. The postage cost should only be the cost associated with the Sewer Department.

2. **Office Supplies - 61.731.0000.5312** = \$ 1,100.00

2009 Budget	= \$ 2,000.00
Estimated Expenditures	= \$ 1,000.00
Requested 2010 Budget	= \$ 1,100.00

The Office Supplies account has been created to provide funds for office supplies such as paper, pens, notebooks and other such materials used on a daily basis. The Department in 2010 will be doing continued rehab and video documentation of the system resulting in added bookkeeping and record tabulation. We have purchased/accumulated the necessary supplies for video and documentation, therefore the day to day expense is predicted to be lower.

3. **Printing - 61.731.0000.5313** = \$ 6,000.00

2009 Budget	= \$ 6,000.00
Estimated Expenditures	= \$ 6,000.00
Requested 2010 Budget	= \$ 6,000.00

The Printing budget account provides for the printing of sewer bills as necessary. It also covers printing of notices, spec updates and informational material for the Department. This budget has varied from year to year as printing is done in batch form.

4. **Uniforms - 61.731.0000.5326** = \$ 2,750.00

2009 Budget	= \$ 2,750.00
Estimated Expenditures	= \$ 2,750.00
Requested 2010 Budget	= \$ 2,750.00

The Uniform budget account provides the necessary funds to reimburse the employee for uniforms and safety shoes purchased. The union contract provides an allowance of \$250.00 per employee for uniforms on an annual basis. Therefore, the recommended budget is based on the following:

$$11 \text{ employees @ } \$250.00 = \$2,750.00$$

5. **Operating Supplies – Other – 61.731.0000.5329** = \$1,000.00

2009 Budget	= \$1,000.00
Estimated Expenditures	= \$1,000.00
Requested 2010 Budget	= \$1,000.00

6. **Fuel/Lubricants - 61.731.0000.5331** = \$26,400.00

2009 Budget	= \$26,400.00
Estimated Expenditures	= \$26,400.00
Requested 2010 Budget	= \$26,400.00

The Fuel/Lubricant Budget Account provides funds to fuel and lubricate the vehicles.

7. **Vehicle Support - 61.731.0000.5332** = \$ 8,000.00

2009 Budget	= \$ 8,000.00
Estimated Expenditures	= \$ 8,000.00
Requested 2010 Budget	= \$ 8,000.00

The Vehicle Support budget account provides for the maintenance of vehicles in the Sewer Department. Vehicle usage and maintenance are projected to remain steady for 2010 with no increase in costs.

8. **Equipment Supplies - 61.731.0000.5333 = \$ 30,000.00**

2009 Budget	= \$ 32,000.00
Estimated Expenditures	= \$ 32,000.00
Requested 2010 Budget	= \$ 30,000.00

The Equipment Supplies account provides the necessary funds to purchase the supplies necessary to operate and maintain mechanical equipment and sanitary sewer mains, as well as safety equipment and sanitizing products used while working with raw sewerage. Daily wear uniforms for the 7 techs most often exposed to raw sewage will also be coming from this budget line. The safety equipment used in rescue and confined entry was upgraded in 2009 and therefore cost projections can be lowered by the \$2,000 cost.

9. **Televising Equipment - 61.731.0000.5336 = \$ 15,000.00**

2009 Budget	= \$ 15,000.00
Estimated Expenditures	= \$ 15,000.00
Requested 2010 Budget	= \$ 15,000.00

This account has been created to provide for replacement and repair parts of the televising unit used by the Department. This will be the second year of separate funding. It will fund LETS cables, replacement tracks & wheels for the cameras, flex cables and any other replacement/repair parts needed for the televising equipment.

D. SERVICES AND CHARGES

1. **Sewer Service - 61.731.0000.5413 = \$ 1,818,000.00**

2009 Budget	= \$ 1,848,000.00
Estimated Expenditures	= \$ 1,748,000.00
Requested 2010 Budget	= \$ 1,818,000.00

Funds are paid to MMSD for sewage treatment costs. Fees are established by the MMSD and City of Franklin rates are adjusted accordingly.

2. **Telephone - 61.731.0000.5415 = \$ 8,100.00**

2009 Budget	= \$ 8,100.00
Estimated Expenditures	= \$ 8,100.00
Requested 2010 Budget	= \$ 8,100.00

The telephone budget account provides funds for data service lines from lift stations and a portion of the sewer and water building. Costs may vary from year to year depending on weather conditions that take the department off its normal charge pattern. Budget request includes the cost of Business Time-Warner Internet service to the Sewer/Water building. Total cost is approximately \$10,560 of which the Sewer Department pays 50%.

3. **Meter Reading Costs - 61.731.0000.5416 = \$ 15,000.00**

2009 Budget	= \$ 15,000.00
Estimated Expenditures	= \$ 15,000.00
Requested 2010 Budget	= \$ 15,000.00

The Meter Reading Costs budget account provides the necessary funds to pay the water utility for the use of meters. The Sewer Fund uses water utility meters to determine flow for some of the sewer users.

4. **Conferences and Schools - 61.731.0000.5425** = \$ 4,000.00

2009 Budget	= \$ 4,000.00
Estimated Expenditures	= \$ 4,000.00
Requested 2010 Budget	= \$ 4,000.00

The Conferences and Schools budget account provides the necessary funds to train personnel involved with the sanitary system including the City Engineer, Assistant City Engineer, Engineering Technician III, Superintendent, Sewer and Water Operators and Sewer and Water Technicians. Because the Department of Commerce is constantly changing its requirements for code compliance, schooling requirements can change from year to year.

5. **Allocated Insurance Cost – 61.731.0000.5428** = \$ 9,000.00

2009 Budget	= \$ 8,700.00
Estimated Expenditures	= \$ 8,700.00
Requested 2010 Budget	= \$ 9,000.00

The cost of insuring the sewer department's building and equipment is provided in this account. The cost is allocated to the department based upon the values of equipment reported for insurance purposes.

6. **Mileage – 61.731.0000.5432** = \$ 500.00

2009 Budget	= \$ 500.00
Estimated Expenditures	= \$ 500.00
Requested 2010 Budget	= \$ 500.00

The mileage budget provides funds for reimbursement to employees who use their own vehicle for transportation to schools and training. Private vehicle use is often necessary because department vehicles cannot be spared.

7. **Equipment Rental - 61.731.0000.5433** = \$ 2,000.00

2009 Budget	= \$ 2,000.00
Estimated Expenditures	= \$ 2,000.00
Requested 2010 Budget	= \$ 2,000.00

The Equipment Rental budget account provides the necessary funds to rent equipment to assist in the operation and maintenance of the sanitary sewer lift stations and the sanitary sewer mains. Expenditures in this account will vary year to year based on maintenance needs.

8. **Lock Box Charges - 61.731.0000.5493** = \$ 6,000.00

2009 Budget	= \$ 0.00
Estimated Expenditures	= \$ 6,000.00
Requested 2010 Budget	= \$ 6,000.00

These are the sewer portion of the charges for maintaining and processing a lock box for the collection of sewer and water bills. In prior years the Water Utility maintain enough funds to cover this cost. Due to very low interest returns the interest and lock box costs are being allocated between the Sewer and Water funds.

E. FACILITY CHARGES

1. Depreciation - 61.731.0000.5541 = \$ 64,896.00

2009 Budget	= \$ 62,400.00
Estimated Expenditures	= \$ 62,400.00
Requested 2010 Budget	= \$ 64,896.00

2. Water – 61.731.0000.5551 = \$ 1,000.00

2009 Budget	= \$ 1,000.00
Estimated Expenditures	= \$ 1,000.00
Requested 2010 Budget	= \$ 1,000.00

The water budget account provides the necessary funds to pay the charges for water used by the sewer cleaning crew for the jetting of the sanitary sewers.

3. Electricity - 61.731.0000.5552 = \$ 32,448.00

2009 Budget	= \$ 31,200.00
Estimated Expenditures	= \$ 30,000.00
Requested 2010 Budget	= \$ 32,448.00

The Electricity budget account provides the necessary funds to pay for the electric charges for the four (4) sanitary sewerage lift stations and a portion of the charges at the Sewer and Water building on Airways Ave. The large St. Martins station has had modifications done that have proven to use additional power.

4. Sewer - 61.731.0000.5553 = \$ 104.00

2009 Budget	= \$ 100.00
Estimated Expenditures	= \$ 100.00
Requested 2010 Budget	= \$ 100.00

5. Natural Gas - 61.731.0000.5554 = \$ 6,240.00

2009 Budget	= \$ 6,000.00
Estimated Expenditures	= \$ 6,000.00
Requested 2010 Budget	= \$ 6,240.00

The Natural Gas budget account provides the necessary funds to provide natural gas to heat lift stations and the sewer and water building.

6. Building Maintenance - 61.731.0000.5559 = \$ 2,000.00

2009 Budget	= \$ 2,000.00
Estimated Expenditures	= \$ 2,000.00
Requested 2010 Budget	= \$ 6,000.00

The Building Maintenance budget provides for the maintenance of the Sewer and Water Building located on Airways Avenue. The budget request has been increased to allow for outside contracting for lawn maintenance.

7. City Support – Eng. & Admin - 61.731.0000.5561 = \$ 105,040.00

2009 Budget	= \$ 101,000.00
Estimated Expenditures	= \$ 101,000.00
Requested 2010 Budget	= \$ 105,040.00

The Transfer to General Fund budget account provides the necessary funds to reimburse the general fund for engineering and general administration support (salary plus fringe benefits) by the Engineering Department, Clerk, Assessor and Treasury offices.

CAPITAL PROJECTS FUNDS

The 2008 capital budgets were requested from the departments in May with a due date to be returned of June 29th. Amounts are assumed to be purchased during that year they have been budgeted.

Capital Outlay Fund – This fund is the primary fund used to account for new departmental capital outlays. These expenditures are funded by the tax levy and are under the direction of the department supervisor.

Equipment Replacement Fund - This fund is used to account for the rolling stock replacement program, which accumulates annual funding (from property taxes) for the replacement of vehicles and similar equipment in lieu of using borrowed monies.

Street Improvement Fund - This fund is used to account for the activities of the local road improvement program. Funding is provided by the tax levy and a every other year local road improvement grant from the State.

Capital Improvement Fund - This fund is used to account for land acquisitions, building projects and all public works projects and are usually funded with borrowed money or funding from some source other than the tax levy.

The Debt Service Fund supports the Capital Project Funds

Debt Service Fund - This fund is used to account for general obligation debt issued by the City to support the capital construction projects undertaken. Funding comes from tax levy, Special assessments collections, Impact fees and other sources.

CITY OF FRANKLIN

CAPITAL OUTLAY FUND

The projected 2010 tax levy for this fund of \$475,000 was not able to be increased from the 2009 tax levy amount. However, based upon the last several years experience that level is not a sustainable level that can meet the needs of the community for capital outlays on an ongoing basis. The departmental requests of about \$1,086,000 for 2009 were higher than in the prior year. In 2009 51% of the requests were able to be funded. The largest amounts of unfunded requests were in the Information Services, Finance, Municipal Buildings, Police, Fire, Engineering and Highway Departments. The recommended amounts reflected the Mayor's decisions after recommendations from the department heads to reduce the departmental requests to the revenue available.

Capital assets are purchases of assets that are reasonably expected to last more than 12 months and benefit multiple years. Included in this category are all new capital assets and replacement capital assets that do not meet the criteria for inclusion in the equipment replacement program. Those capital assets that exceed the capitalization policy limits will be capitalized and depreciated over the estimated useful life of the asset.

The yearly amount to be funded for Capital Outlay requests is based on the requests of the departments and it is the intention that although the items purchased will vary each year the amount of the purchases and therefore the total tax levy will be approximately the same amount from year to year. The goal in this fund is to increase the tax levy by the amount of new growth in the City.

Monies for capital outlay purchases are obtained via the property tax levy, sale proceeds of retired capital assets other than those eligible for replacement in the Equipment Revolving Fund, investment earnings on unspent monies and any unspent funds from prior years.

New equipment requests must be made as part of the Capital Outlay Fund and are not allowed in the Equipment Revolving Fund. The Equipment Revolving Fund provides funding and purchases major equipment replacement needs.

CITY OF FRANKLIN
2010 BUDGET

		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
CAPITAL OUTLAY FUND											
REVENUE											
GENERAL PROPERTY TAXES	41.0000.4011	445,000	475,000	475,000	475,000	475,000	475,000	475,000	475,000	475,000	0.0%
GRANTS	41.0000.4157	187,107	0	0	0	0	0	0	29,970	54,970	
INTEREST ON INVESTMENTS	41.0000.4711	19,105	20,164	10,000	10,000	8,228	10,000	10,000	10,000	10,000	
INVESTMENT GAINS/LOSSES	41.0000.4713	2,311	5,357	0	0	1,667	0	0	0	0	
PROPERTY SALES	41.0000.4751	37,750	29,132	30,000	30,000	0	30,000	30,000	30,000	30,000	
MISCELLANEOUS REVENUE	41.0000.4799	50,000	0	0	0	0	0	0	0	0	
TRANSFER FROM OTHER FUNDS	41.0000.4830	54,195	0	28,900	28,900	0	28,900	0	0	0	
TRANSFER FROM GENERAL FUND	41.0000.4834	80,000	0	0	0	0	0	0	0	0	
TOTAL CAPITAL OUTLAY FUND REVENUE		875,468	529,652	543,900	543,900	484,895	543,900	515,000	544,970	569,970	4.8%
EXPENDITURES											
General Government:											
Municipal Court	41-121	0	0	0	0	0	0	0	0	0	
City Clerk	41-141	1,008	0	0	0	0	0	0	0	0	
Elections	41-142	0	0	0	0	0	0	0	0	0	
Information Services	41-144	55,461	61,801	44,600	51,700	14,537	51,700	46,400	52,800	42,700	
Administration	41-147	1,542	3,658	3,600	3,600	1,033	3,600	3,600	3,600	3,600	
Finance	41-151	3,067	3,971	4,000	4,000	0	4,000	4,000	4,000	4,000	
Assessor	41-154	849	919	1,500	1,500	0	1,500	1,500	1,500	1,500	
Municipal Buildings	41-181	9,131	11,497	27,500	27,500	0	0	27,500	324,600	4,600	
Total General Government		71,058	81,847	81,500	88,300	15,570	60,800	83,000	386,500	56,400	-30.8%
Public Safety:											
Police	41-211	369,473	321,486	326,667	326,667	59,384	326,667	326,667	370,885	317,757	
Fire	41-221	208,317	42,334	81,069	81,069	61,845	81,069	43,683	128,000	68,300	
Building Inspection	41-231	2,432	2,741	2,650	2,650	0	2,650	2,650	21,650	4,550	
Total Public Safety		580,222	366,561	410,386	410,386	121,229	410,386	373,000	520,535	390,607	-4.8%
Public Works:											
Engineering	41-321	7,863	13,666	9,600	9,600	8,965	9,450	9,600	4,500	4,500	
Highway	41-331	44,434	43,595	41,000	104,000	80,622	101,386	42,400	55,522	74,422	
Street Lighting	41-351	0	0	0	0	0	0	0	0	0	
Total Public Works		52,297	57,261	50,600	113,600	89,587	110,836	52,000	60,022	78,922	56.0%
Health and Human Services:											
Public Health	41-411	0	0	0	0	0	0	0	0	0	
Total Health and Human Services		0	0	0	0	0	0	0	0	0	0.0%
Culture and Recreation:											
Parks	41-551	8,371	18,941	15,000	15,000	3,488	15,000	15,000	15,000	15,000	
Total Culture and Recreation		8,371	18,941	15,000	15,000	3,488	15,000	15,000	15,000	15,000	0.0%
Conservation and Development:											
Planning	41-621	1,105	3,589	2,200	2,200	217	2,200	2,000	2,200	2,200	
Total Conservation and Development		1,105	3,589	2,200	2,200	217	2,200	2,000	2,200	2,200	0.0%
Total Capital Outlay Expenditures		713,053	528,200	559,686	629,486	230,091	599,222	525,000	984,257	543,129	-3.0%
Excess of revenue over expenditures		162,415	1,452	-15,786	-85,586	254,804	-55,322	-10,000	-439,287	26,841	
Fund Balance, Beginning of Period		146,325	308,740	310,192	310,192	310,192	310,192	254,870	254,870	254,870	
Fund Balance, End of Period		308,740	310,192	294,406	224,606	564,996	254,870	244,870	-184,417	281,711	

The individual items requested can be found in the departmental presentations

CITY OF FRANKLIN

EQUIPMENT REVOLVING FUND

The Equipment Revolving Fund, established in 1996, provides resources for the replacement of rolling stock and similar equipment. Monies for purchases are obtained via the property tax levy, sale proceeds of retired rolling stock and investment earnings on monies in the revolving fund. A minimum purchase amount (\$20,000) and minimum life (seven years) are required for assets to be replaced from this fund. Expenditures for vehicle purchases fluctuate on an annual basis, depending on the need for replacement and condition of vehicles scheduled for replacement.

For 2009 the scheduled equipment revolving funding requests were due to deferrals approximately the same as the tax levy and other revenue expected to be received. The fund balance is projected to decline to the \$1.0 million dollar level over the next five years then to decline further. The expected replacements over the next six years are as follows:

2010 –	\$840,686	2011 –	\$349,683	2012 –	\$305,473
2013 –	\$282,817	2014 –	\$307,565	2015 –	\$302,595

A goal of the program is to keep a relatively constant annual tax levy increased by the growth realized in the City. It became necessary to decrease the 2009 tax levy in this fund by \$50,000 due to economic circumstances. The levy is projected to remain at that amount for 2010. The higher level of projected expenses will result in a draw down of fund balance. It will be necessary to restore the tax levy support to this fund to avoid a long term deterioration of this fund.

Caution and planning needs to be exercised when additional equipment is added to the fund since these additions will impact future funding needs. The fund balance at the end of 2009 is expected to be about 14% of the replacement cost of the assets in the program. The projection prior to the revenue reduction showed the fund balance declining to about 10% of replacement cost by the end of 2010. The percentage is expected to stabilize at that level during the next five years and without a revenue increase decline to the 6% level during the following five years.

The replacement cost is estimated using recent acquisition costs plus an inflation factor. Costs of vehicles replaced to date under the program have been in line with the estimated replacement cost. The yearly amount to be funded was to be based on the annual depreciation cost for the equipment in place and used by the City. That funding formula has not been achieved in recent years. However the fund is expected to be able to maintain its level during the next decade. The challenge will be to fund the replacement of the larger cost items. Should one time funds become available Council should consider making transfers to this fund to reduce the need for future increases in tax levy for this fund.

CITY OF FRANKLIN 2010 BUDGET		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
EQUIPMENT REVOLVING FUND											
REVENUE											
GENERAL PROPERTY TAXES	42.0000.4011	315,000	327,000	277,000	277,000	277,000	277,000	277,000	334,000	277,000	0.0%
INTEREST ON INVESTMENTS	42.0000.4711	70,499	41,934	51,000	51,000	20,288	51,000	53,000	51,000	51,000	
INVESTMENT GAINS/LOSSES	42.0000.4713	8,529	11,140	0	0	4,110	0	0	0	0	
INTERFUND INTEREST	42.0000.4716	43,597	26,374	0	0	6,207	0	0	0	0	
PROPERTY SALES	42.0000.4751	3,127	39,373	10,000	10,000	6,410	10,000	10,000	10,000	10,000	
MISCELLANEOUS REVENUE	42.0000.4799	11,824	0	0	0	0	0	0	0	0	
TOTAL EQUIPMENT REVOLVING FUND REVENUE		\$452,576	\$445,821	\$338,000	\$338,000	\$314,015	\$338,000	\$340,000	\$395,000	\$338,000	0.0%
EXPENDITURES											
CAPITAL OUTLAY											
MUNICIPAL BUILDINGS AUTO EQUIPMENT	42.181.0000.5811	0	0	0	0	0	0	0	0	0	
POLICE DEPARTMENT AUTO EQUIPMENT	42.211.0000.5811	37,656	34,576	45,000	45,000	0	45,000	0	0	0	
FIRE DEPARTMENT AUTO EQUIPMENT	42.221.0000.5811	321,282	48,562	0	109,600	110,611	110,600	157,285	145,000	145,000	
BUILDING INSPECTION AUTO EQUIPMENT	42.231.0000.5811	0	0	27,000	27,000	0	27,000	148,306	0	0	
ENGINEERING AUTO EQUIPMENT	42.321.0000.5811	0	0	0	0	0	0	0	0	0	
PUBLIC WORKS AUTO EQUIPMENT	42.331.0000.5811	334,516	452,120	263,000	502,400	452,140	502,400	535,095	365,000	365,000	
TOTAL EQUIPMENT REVOLVING FUND EXPENDITURES		693,454	535,257	335,000	684,000	562,751	685,000	840,686	510,000	510,000	62.2%
EXCESS OF REVENUE OVER EXPENDITURES		-240,879	-89,436	3,000	-346,000	-248,736	-347,000	-500,686	-115,000	-172,000	
FUND BALANCE, BEGINNING OF PERIOD		2,182,596	1,941,718	1,852,282	1,852,282	1,852,282	1,852,282	1,505,282	1,505,282	1,505,282	
FUND BALANCE, END OF PERIOD		\$1,941,718	\$1,852,282	\$1,855,282	\$1,506,282	\$1,603,546	\$1,505,282	\$1,004,596	\$1,390,282	\$1,333,282	

City of Franklin
Equipment Revolving Fund
Listing of Equipment Proposed to be Acquired - 2010

<u>Description</u>	<u>Amount</u>	<u>Replaces: Vehicle No.</u>	<u>Description</u>
Fire Department			
Ambulance	145,000	219	2001 Ford Ambulance
Total Fire Department	<u>145,000</u>		
Highway Department			
Single Axle Dump w/ Plow. Wing & Salt Spreader	138,000	735	1991 Ford Single axle Dump Truck w/plow & salt spreader
Tandem Axle Dump w/ Plow. Wing & Salt Spreader	148,000	737	1991 Ford Single axle Dump Truck w/plow & salt spreader
Large Area Mower	47,000	44	2000 Ransome large area mower
4X4 Pick up with Snow Plow	32,000	719	1997 Chevrolet 4X4 Pick up
Total Highway Department	<u>365,000</u>		
Total 2010 Equipment Acquisitions	<u><u>\$510,000</u></u>		

City of Franklin
Equipment Revolving Fund
For Replacement of Rolling Stock
December 31, 2008

Dept	#	Model	Historical Cost	Current Replacement Cost	Life	Purchase Year	Replace Year	Replacement Cost @ 3% Inflation	
Fire		Generator							\$ 18,000
Highway	731	1988 GMC Brigadier Single Axle 5 yd dump w/plow	\$58,431	\$104,154	22	1987	2009	\$107,278	\$119,700
Highway	733	1989 Ford 8000 Single Axle 5yd dump w/plow	\$64,885	\$113,776	20	1989	2009	\$117,190	\$119,700
Highway	-	John Deere Lawn Tractor	\$12,352	\$17,098	12	1997	2009	\$17,611	\$28,000
Highway	734	1990 Ford 8000 Single Axle 5 yd dump w/plow	\$66,060	\$112,463	19	1990	2009	\$115,837	\$135,000
Highway	701	1973 Austin-Western Road Grader *	\$23,200	\$141,111	35	1974	2009	\$145,345	\$100,000
Police	91	1998 Ford Van (Prisoner conveyance)	\$32,002	\$43,008	11	1998	2009	\$44,298	\$45,000
Inspect	771	1997 Jeep Cherokee *	\$17,752	\$26,276	12	1997	2009	\$27,065	\$27,000
Fire	214	1999 Ford Ambulance	\$80,439	\$104,955	10	1999	2009	\$108,103	\$91,600
Highway	17	Sicard Snow Blower *	\$10,800	\$47,037	31	1979	2010	\$49,902	\$684,000
Highway	716	1985 Case International 585 Tractor/Mower	\$27,000	\$50,228	23	1987	2010	\$53,287	
Highway	719	1997 Chevrolet K2500 Pick up Truck	\$23,378	\$32,361	13	1997	2010	\$34,331	
Highway	735	1991 Ford 8000 Single Axle 5 yd dump w/plow	\$65,000	\$107,435	19	1991	2010	\$113,978	
Highway	737	1992 Ford L8000 Tandem Axle Dump w/plow *	\$48,824	\$117,593	18	1992	2010	\$124,754	
Highway	-	2000 Ransom Large Mower (Municipal Bldg)	\$35,973	\$45,570	10	2000	2010	\$48,345	
Highway	736	1992 Ford 8000 Single Axle 5 yd dump w/plow *	\$36,546	\$104,154	18	1992	2010	\$110,496	
Inspect	775	1997 Jeep Cherokee *	\$15,752	\$26,276	13	1997	2010	\$27,876	
Inspect	774	1998 Jeep	\$19,808	\$26,620	12	1998	2010	\$28,241	
Inspect	776	1998 Jeep	\$19,808	\$26,620	12	1998	2010	\$28,241	
Inspect	772	1999 Ford Explorer	\$23,099	\$30,139	11	1999	2010	\$31,974	
Inspect	770	1999 Ford Explorer	\$23,099	\$30,139	11	1999	2010	\$31,974	
Fire	220	1999 Chevy Command Vehicle	\$28,792	\$37,567	11	1999	2010	\$39,855	
Fire	219	2001 Ford Ambulance	\$90,000	\$110,689	9	2001	2010	\$117,430	\$840,686
Highway	746	1999 Ford F450 One Ton Dump	\$33,681	\$43,946	12	1999	2011	\$48,021	
Highway	738	1993 Ford 8000 Single Axle 5 yd dump w/plow	\$61,035	\$95,091	18	1993	2011	\$103,908	
Highway	739	1993 Ford 8000 Single Axle 5 yd dump w/plow	\$61,035	\$95,091	18	1993	2011	\$103,908	
Highway	05	2001 Vermeer 1800 Brush Chipper	\$25,135	\$30,913	10	2001	2011	\$33,779	
Highway	777	2002 Ford Ranger	\$20,010	\$23,893	9	2002	2011	\$33,189	
Eng	754	2001 Chevrolet Venture	\$20,000	\$24,597	10	2001	2011	\$26,878	\$349,684
Highway	22	PB Slip-in Pot Hole Patcher -used *	\$6,000	\$24,598	20	1992	2012	\$27,685	
Highway	747	2000 Ford F450 One-Ton Dump Truck	\$34,389	\$43,563	12	2000	2012	\$49,030	
Highway	709	2000 New Holland 180LS Skid Steer	\$33,743	\$42,745	12	2000	2012	\$48,109	
Inspect	773	2003 Ford Explorer	\$21,623	\$25,067	9	2003	2012	\$29,995	
Eng	753	2004 Dodge Intrepid	\$14,550	\$16,867	9	2003	2012	\$25,109	
Fire	281	2002 Ford Ambulance - Med Unit	\$93,025	\$111,077	10	2002	2012	\$125,545	\$305,473
Highway	740	1995 Ford LTS8000 Tandem Axle Dump w/plow	\$79,912	\$117,353	18	1995	2013	\$136,045	
Highway	725	2002 John Deere Skid Steer	\$25,108	\$29,980	11	2002	2013	\$34,755	
Highway	16	Trail Boss 20 Ton Equipment Trailer	\$13,550	\$18,210	15	1998	2013	\$21,110	
Fire	207	1996 Ford F350 Grass Fire Truck	\$55,000	\$78,417	17	1996	2013	\$90,907	\$282,817
Highway	741	1996 Ford LTS8000 Tandem Axle Dump w/plow	\$79,668	\$113,588	18	1996	2014	\$135,629	
Police	93	2008 4X4 Chevy Tahoe	\$37,400	\$38,522	7	2007	2014	\$45,997	
Fire	283	2004 Ford Ambulance	\$93,710	\$105,471	10	2004	2014	\$125,938	\$307,565
Highway	712	1985 Beuthling B100 1 1/2 ton roller *	n/a	\$9,407	25	1990	2015	\$11,570	
Highway	702	1985 Oshkosh heavy duty snow plow *	\$101,126	\$161,270	30	1985	2015	\$198,342	
Highway	06	2003 Vermeer BC 1800 Brush Chipper	\$21,855	\$25,336	12	2003	2015	\$31,160	
Eng	755	2003 Chevrolet Suburban	\$28,869	\$33,467	12	2003	2015	\$39,172	
Fire	217a	1995 Wells Cargo Haz-Mat Trailer	\$12,375	\$18,173	20	1995	2015	\$22,351	\$302,595

**Fire Department
2010 Fire Department Equipment Revolving Request**

Equipment Revolving Fund 42.221.0000.5811 **\$196,000** **\$145,000**

In 2009, there were no purchases of equipment in this category. Unit 220 was originally scheduled to be replaced in 2009 but it was recommended in the 2009 budget to delay this replacement until 2010.

Requests for replacement:

1) Ambulance 219, As run volume continues to increase, the demand on the vehicles also increases thus reducing the longevity of the ambulances. \$145,000
Ambulance 219 is a 2001 Ambulance with 99,000 miles. Due to longevity and mechanical issues, the fire department requested permission to replace 219 in 2009; however, this request was denied. The fire department is requesting permission to order the replacement for 219 in late summer 2009 thus taking delivery in January of 2010. It is important to note that ambulance 281 (2001 chassis put in service in 2002), currently the front line ambulance at station 1, also has 110,000 miles. When 219 is replaced, 281 will become the back-up unit and needs to be replaced in 2011.

Department requested delay in replacement

2) Car 220, Car 220 was the primary command vehicle from 1999 to 2007 \$51,000
driven by the shift commander every day. In 2007, the oil pump malfunctioned resulting in the need to replace the entire engine at a cost of over \$4,000. Since that time, 220 has been used as the chase car at station two and carries the water rescue equipment. This vehicle has recently experienced mechanical and electrical issues related to wear and tear and longevity. 220 currently has 80,000 miles. Although this does not sound like a lot of miles, the actual vehicle running time is far more. The unit typically drives to an incident and then remains running while the shift commander performs the necessary duties.

**CITY OF FRANKLIN
HIGHWAY DEPARTMENT 331
2010 EQUIPMENT REVOLVING FUND BUDGET REQUEST
July, 2009**

	Adopted 2009 budget	\$263,000.00
	Requested 2010 budget	\$318,000.00
		\$365,000.00
<u>42.331.0000.5811 - \$318,000.00</u>	<u>\$365,000.00</u>	

#737, Tandem Axle Dump Truck w/ Snowplow, Patrol Wind and Salt Spreader - \$148,000.00

It is being recommended to replace truck #737, a 1992 Ford L8000 tandem axle dump with snowplow, patrol wing and salt spreader.

Truck #737 will be mounted with a 1,800 gallon salt brine anti-icing system for winter road maintenance. When not being used for anti-icing, #737 will be mounted with a brush chipper box and be used the remainder of the year as a chipper truck.

On average, local communities replace trucks after 12 – 14 years of service. Repair parts become more difficult to locate. At present the condition of this unit warrants replacement. It is no longer dependable as a front line snow plow truck.

Staff recommends to purchase a replacement tandem axle dump truck with snowplow, patrol wing and salt spreader.

#735, Single Axle Dump Truck w/ Snowplow, Patrol Wing and Salt Spreader - \$138,000.00

It is being recommended to replace truck #735, a 1991 single axle dump truck with front snowplow, patrol wing and salt spreader. This unit is scheduled to be replaced in 2010 after 19 years of service.

On average, local communities replace trucks after 12 - 14 years of service. Repair parts become more difficult to locate. At present the condition of this unit warrants replacement. It is no longer dependable as a front line snow plow truck.

Staff recommends to purchase a replacement single axle dump truck with snowplow, patrol wing and salt spreader.

#719, 4 x 4 Pick Up With Snow Plow - \$32,000.00

Staff is requesting to replace truck #719, a 1997 Chevrolet 4 x 4 pick up. The requested unit will be a 4 x 4 pick up with snow plow which will be used for clearing City parking lots. During the summer construction season there is often a need for a vehicle which the seasonal employees can use to pull the portable compressor for crack sealing. This unit will be configured for that purpose also. Pick up trucks and one ton dumps are crucial for daily operations of the Highway Department. They are more fuel efficient and easy to load and unload, reducing the risk for work related injuries.

**ADDITIONAL REQUEST FOR
2010 EQUIPMENT REVOLVING FUND BUDGET
SEPTEMBER, 2009**

44, Large Area Mower - \$47,000.00

Presently all City Parks (approximately 70 acres), City Hall, the Library, Police Station and certain urban roadside areas are mowed with the City's 2000 Ransome large area mower. This units' projected replacement date was 2010, but in an attempt to control spending, replacement was going to be delayed until 2011.

Within the last week the gears within one of the four wheel drive motors shattered and the metal fragments traveled into the main hydraulic pump. This destroyed the main hydraulic pump. Estimated minimum repair cost is \$6,000.00. The primary concern is that there are three more wheel drive motors that could also shatter, destroying the main hydraulic pump. Another factor to consider is that the only dealer remaining for service and repair on this unit is located in Illinois. Again this will be costly to deal with now and in the future.

Therefore, staff is recommending the purchase of a large area mower that is sold and serviced in this area.

CITY OF FRANKLIN

STREET IMPROVEMENT FUND

Funding for the street improvement program comes from two sources: an every other year state grant of \$75,000 for Local Road Improvements and the property tax levy. The goal is to increase the tax levy annually by the amount of growth in the City. However due to the current economic circumstances the 2009 tax levy for this fund was decreased by \$150,000 from \$950,000 in 2008 to \$800,000 in the 2009 budget and has maintained in the 2010 budget. That is less than is necessary to operate this program and to resurface the streets over a thirty year period. Some additional source of funding will be necessary or the level of streets to be resurfaced will need to be reduced.

This pavement resurfacing program provides the funds to complete major maintenance (resurfacing) of the City's 166 miles of local streets. The City's street maintenance is influenced by the following factors:

- The newer curb and gutter streets that were constructed in the urban subdivisions beginning in the late 1960's are now reaching the condition that require certain streets to be resurfaced. A life of 30 years for pavement is considered very good.
- Beginning in the late 1960's the City began an aggressive program of sanitary sewer installation. In 1969 only about 5 percent of the City was served by sanitary sewer and presently about 95 percent of the City is served by sanitary sewer. Reconstruction of the streets was part of the sanitary sewer installation. Now, the streets that were reconstructed as part of the sanitary sewer installation are reaching a point that reconstruction is becoming necessary.

During 2007 approximately 2.7 miles of streets were resurfaced and in 2008 4.24 miles of street were resurfaced and in 2009 X.X miles of resurfacing were planned. The formula for determination of the annual amount of funding divides the City streets into three categories: arterial streets, urban streets and rural street with each having a different cost per mile and a different useful life. The result of the formula is the 2010 funding needed in the Street Improvement Fund detailed as follows:

Arterial streets	$\$553,000 \times 12.5 \text{ miles} =$	$\$6,913,000 / 20 \text{ years} =$	$\$345,625$
Urban streets	$\$277,000 \times 99.0 \text{ miles} =$	$\$27,423,000 / 30 \text{ years} =$	$\$914,100$
Rural streets	$\$180,000 \times 54.5 \text{ miles} =$	$\$9,810,000 / 25 \text{ years} =$	$\$392,400$

The annual funding needs under this funding formula amount to \$1,652,125. In spite of the decline in tax levy in 2009 and not being able to increase the levy for 2010 the Common Council will need to try to continue to increase future funding committed to this fund to continue to be able to resurface five plus miles of local roads per year.

In 2009 an additional \$587,000 in streets were resurfaced in additions to the streets initially selected for resurfacing. Then the main project for 2010 (51st Street between Drexel Ave and Puetz Road) was selected as a State stimulus project. These two factors reduced the need for 2010 projects. At the same time there was a funding need in the Capital Improvement Fund for 2010 so \$470,000 of the intended funding is being transferred in 2010 to that fund. The remaining funding is designated for the Oakwood Road from 34th street to 60th Street road improvement project. This project will either have to be a late 2010 or possibly an early 2011 project dependant upon when TIF District #4 will have the necessary funding to fund the water main improvements necessary to be completed prior to the road improvement being implemented.

CITY OF FRANKLIN 2010 BUDGET		2007 Actual	2008 Actual	2009 Adopted	2009 Amended	2009 YTD 6/30/2009	2009 Estimate	2010 Forecast B	2010 Dept/Request	2010 Recommend	Percent Change
STREET IMPROVEMENT FUND											
REVENUE											
General Property Taxes	47.0000.4011	910,000	950,000	800,000	800,000	800,000	800,000	800,000	800,000	800,000	0.0%
Local Road Improvements Aids	47.0000.4151	79,077	82,190	0	0	0	0	75,000	0	0	0
Interest on Investments	47.0000.4711	54,220	49,245	20,000	20,000	21,707	20,000	20,000	20,000	20,000	0
Investment Gains/Losses	47.0000.4713	6,559	13,082	0	0	4,397	0	0	0	0	0
Miscellaneous Revenue	47.0000.4799		15,765	0	0		0	0	0	0	0
Transfer From Other Funds	47.0000.4830						0				
Total Revenue		\$1,049,856	\$1,110,282	\$820,000	\$820,000	\$826,104	\$820,000	\$895,000	\$820,000	\$820,000	0.0%
EXPENDITURES											
City costs for 51st Street Drexel to Puetz							110,000		15,000	15,000	
Local Street Improvement Program	47.000.9500.6823	721,096	896,058	1,115,000	1,682,000	12,456	1,454,000	2,329,010	2,130,000	400,000	
Urban and Rural Streets											
Unfunded portion of projection											
OTHER FINANCING USES											
TRANSFER TO CAPITAL IMPROVEMENTS	47.000.0000.5598							0		470,000	
Total Street Improvement Fund Expenditures		721,096	896,058	1,115,000	1,682,000	12,456	1,564,000	2,329,010	2,145,000	885,000	-22.0%
Excess of revenue over expenditures		328,760	214,224	-295,000	-862,000	813,648	-744,000	-1,434,010	-1,325,000	-65,000	
Net Assets, Beginning of Period		378,337	707,096	921,321	921,321	921,321	921,321	177,321	177,321	177,321	
Net Assets, End of Period		\$707,096	\$921,321	\$626,321	\$59,321	\$1,734,969	\$177,321	-\$1,256,689	-\$1,147,679	\$112,321	



MEMORANDUM: FROM ENGINEERING

DATE: September 9, 2009

TO: Cal Patterson, Director of Finance and Treasurer

FROM: John M. Bennett, P.E., City Engineer
Ron Romeis, P.E., Asst. City Engineer

SUBJECT: 2010 CAPITAL BUDGET REQUEST
ENGINEERING DEPARTMENT
STREET IMPROVEMENT FUND

The following are the only streets proposed for improvement in 2010. These streets have been previously identified for improvement.

- S. 51st Street W. Puetz Road through W. Drexel Avenue

The design, by consultant, of this mile long project has begun. The street will be rebuilt as rural, with two through lanes, paved shoulders and lane treatment at intersecting streets and high school drives. The project cost range is from \$1.3 to \$1.5 million dollars depending on the choice of one of three (3) alternatives for the intersection at W. Drexel Avenue. Potentially a path/walk could be constructed from W. Forest Hill Avenue to W. Drexel Avenue. A preliminary cost for this path being \$75,000 plus a free standing crossing (bridge) of the East Branch of the Root River is estimated at \$100,000. Design of the project with all components is \$105,000.

PROJECT COST \$1,780,000

- W. Oakwood Road West of S. 34th Street to S. 60th Street

The length of this project is 1.2 miles. Pavement condition, proximity of roadside ditches and tree lined narrow cross section make this project of immediate need. This project is proposed for the summer of 2010 after a water main extension has been completed. The street will be rebuilt as rural, with stone shoulder and roadside ditch enclosures.

PROJECT COST \$ 350,000

TOTAL STREET IMPROVEMENT FUND REQUESTED \$2,130,000

RJR/db

**FIVE YEAR ROAD IMPROVEMENT PLAN
CITY OF FRANKLIN
MAY 2009**

FUNDING FROM								
		STREET IMPROVEMENT			CAPITAL IMPROVEMENT		TIF #3	
YEAR	PROJECT	ROAD TYPE	PROJECT COST	OTHER	FUND	OTHER	FUND	
2009	S. 51st Street (Construction)	A	\$ 474,000		\$ 474,000			
	(Puetz to N of Ryan)							
	S. 116th Street (Construction)	R	\$ 320,000		\$ 320,000			
	(Swiss to Ryan)						\$ 129,000	
	Additional Roads --Proposed --	U	\$ 822,000		\$ 693,000			
	S 51st Street (Design)	A	\$ 100,000		\$ 100,000			
	(Puetz to Drexel)		\$ 1,716,000	\$ -	\$ 1,587,000	\$ -	\$ 129,000	\$ -
	ANNUAL 2009 TOTAL							
2010	S. 51st Street (Construction)	A	\$ 1,200,000		\$ 1,100,000		\$ 100,000	
	(Puetz to Drexel)							
	S. 51st Street (Construction)	A	\$ 300,000		\$ 220,000		\$ 80,000	
	(Rawson to Greendale) Existing Street & Trail							
	W. Oakwood Road (Construction)	A	\$ 500,000		\$ 500,000			
	Local Road		\$ 2,000,000	\$ -	\$ 1,745,000	\$ -	\$ 180,000	\$ -
	ANNUAL 2010 TOTAL							
2011	Marquette Avenue West	U	\$ 200,000				\$ 200,000	
	S. 76th Street (Construction)	A	\$ 300,000				\$ 300,000	
	(Imperial to Drexel)		\$ 500,000	\$ -	\$ -	\$ -	\$ 500,000	\$ -
	ANNUAL 2011 TOTAL		\$ 4,216,000		\$ 3,332,000		\$ 809,000	
	THREE YEAR TOTAL:							
2012	S. 76TH Street (Construction)	A	\$ 200,000				\$ 200,000	
	(Drexel to Puetz)				\$ 500,000			
	S. 51st Street (Design & Construct)	A	\$ 500,000					
	(Rawson to 1200' south)				\$ (75,000)			
	Local Road Improvement		\$ 700,000		\$ 425,000	\$ -	\$ 200,000	\$ -
	ANNUAL 2012 TOTAL							

**FIVE YEAR ROAD IMPROVEMENT PLAN
CITY OF FRANKLIN
MAY 2009**

YEAR	PROJECT	ROAD TYPE	PROJECT COST	STREET IMPROVEMENT		CAPITAL IMPROVEMENT		TIF #3
				OTHER	FUND	OTHER	FUND	
2013								
	W. Puetz Road	A	\$ 150,000		\$ 150,000			
	(S. 27th St. to 43rd St.)							
	W. Puetz Road (Design-ROW Acquisition)	A	\$ 350,000	\$ 280,000	\$ 70,000			
	(76th St. to St. Martins)							
	Local Road Improvement	U/R	\$ 1,500,000		\$ 1,500,000			
	ANNUAL 2013 TOTAL		\$ 2,000,000	\$ 280,000	\$ 1,720,000	\$ -	\$ -	\$ -
	TOTAL ARTERIAL:		\$ 3,974,000	\$ 280,000	\$ 2,894,000	\$ -	\$ 700,000	
	TOTAL ALL:		\$ 6,916,000	\$ 280,000	\$ 5,477,000	\$ -	\$ 1,009,000	\$ -

FUNDING FROM

⁴ Developer Modifications

⁷ Assessment of Property Owners

⁵ Road Impact Fee

⁶ WDOT Grant

¹ Assessment of Property Owners

² Local Road Fund

³ TIF Funding

CITY OF FRANKLIN

CAPITAL IMPROVEMENT FUND 2010 BUDGET AND CAPITAL IMPROVEMENT PLAN

Maintaining a capital improvement plan (CIP) is an important financial planning tool to allow the City to structure the review and funding of capital improvement projects competing for limited resources. A CIP helps to schedule the availability of resources to meet needs when they occur. Annually the Council adopts a capital budget, which is the first year of the CIP, which details the projects to be accomplished in the coming year. Changes to project amounts or additions to the budget need to be approved by the Council, similar to other funds with adopted budgets.

As a general guideline, capital improvement expenditures are defined as those amounts expended for infrastructure with long useful lives that would require significant amounts of funds. Resurfacing the City streets is funded through the Street Improvement Fund. Rolling stock and similar equipment replacements are funded via the City's Equipment Revolving Fund. Replacement of equipment used in department operations costing less than \$20,000 and new types of equipment are funded as part of each department's Capital Outlay Fund budget.

Capital improvements revenue sources can include long-term debt, one-time revenue, grants, transfers from other funds, and interest earnings. Typically the City has used long-term debt to fund its capital expenditures. Another indirect source of funding for infrastructure improvements is special assessments. When the City makes improvements such as sewer, water, or other infrastructure, the abutting property owners are assessed their pro-rata share of the cost. The construction costs for assessment projects are paid with borrowed funds, and assessment collections then are used to apply to a portion of the debt service on the borrowed monies.

The City's CIP is refined annually to include approved and pending projects as a result of planning efforts from the Council and other boards or commissions. For the 2010 budget no funding was available. However due to a transfer from the Street Improvement Fund the following projects other than the water and sewer projects that have their own funding sources are contemplated:

Water & Sewer Projects – These projects are processed through the fund for operational control. To be included a water or sewer project must have a source of funding outside of this fund for any project processed. In this way the contract processing is centralized and the funding is determined before a water or sewer project is approved.

City Hall and Fire Department Parking lot resurfacing and sidewalk repair – The asphalt in the City Hall parking lot has exceeded a reasonable service life and is need of replacing. Improvements to storm water drainage and sidewalk repair would be done at the same time. In addition the east drive of the Fire department needs resurfacing.

Severe weather alert warning sirens – The system would provide weather alert warning when severe weather was approaching the City of Franklin.

W Marquette Avenue Extension – A temporary extension of W Marquette Avenue is anticipated.

Park Development – No development of park sites are scheduled this year. City funds and Impact fees are used to cover the costs of these projects when presented.

Future capital projects are included in the capital improvement plan after a policy decision of the Council. Presently a number of potential future road projects are awaiting policy decisions. In addition to those road projects that have not been authorized, scheduled or approved other known projects have been included.

Water & Sewer Building – The current water and sewer facilities have been outgrown. Master planning has been done and a plan is in place to upgrade these facilities. Plans have not been advanced due to the current economic climate but the need remains.

Future Park Improvements – The City is committed to the future improvement of its park system. The use of impact fees collected and future City funds, as available will allow the City to continue future park acquisition and development.

Salt Storage Building – A second salt storage building has been requested to provide for storage of additional salt and to function to pre-wet salt and mixing area for sand and salt prior to a snow event.

Community Recreation Center – The purchase of land for the development of a recreation center.

Fire Station 31 Improvements – The department requests to remodel and expand station one during the next five years to provide office space, meeting areas, living areas for future female fire personnel, handicap access needs and provide a backup emergency operations center.

27th Street corridor

Also currently under study is development and infrastructure costs in the 27th Street corridor. The costs and financing of those costs are currently under discussion and may have an impact on the Capital Improvement Fund in the future for those costs are not attributable to TIF District's.

Road Projects – (timing is yet to be determined)

When a road project is committed (ie contract or an agreement with another jurisdiction) it is considered appropriated and tax levy support equal to the anticipated future annual debt service needs to be included in the next City tax levy computation.

76th Street Road Improvements – Terrace Drive to Puetz Road. The City's potential share, if any, of a County project to improve 76th Street to be determined.

76th Street Road Improvements – Puetz Road to County Line Road. The City's share of a future County project to improve 76th Street .

College Avenue Road Improvements – 27th Street to 43rd Street. The City's share of a future County project to improve College Avenue.

W Puetz Road – 76th Street to St Martins Road. Rebuild this two lane rural street into a two lane urban roadway with sidewalks utilizing a STP Urban grant. (\$557,000)

W Puetz Road – 27th Street to 43rd Street. Rebuild this two lane rural street into a two lane urban roadway with sidewalks utilizing a future STP Urban grant. (\$3,262,000)

**City of Franklin
Capital Improvement Plan
2010-2014**

		Adopted	Amended	Estimate	Budget	Forecast				Potential
		2009	Budget	2009	2010	2011	2012	2013	2014	Future
			2009							Projects
Revenue:										
Proceeds from borrowing-10 year	46.0000.4911	-	-	-	-	1,875,000	550,000	550,000	3,100,000	
Grants	46.0000.4143	-	-	-	-	-	-	-	-	
Landfill Siting	46.0000.4493	-	35,000	35,000	35,000	35,000	35,000	35,000	35,000	
Miscellaneous Revenue	46.0000.4781	-	-	-	-	-	-	-	-	
Transfer from Connection Fees - Sewer	46.0756.4833	750,000	663,000	663,000	750,000	750,000	750,000	750,000	750,000	
Transfer from Connection Fees - Water	46.0755.4833	750,000	700,000	700,000	750,000	750,000	750,000	750,000	750,000	
Transfer from Impact Fees-Development	46.0000.4839	305,000	305,000	400,000	-	-	1,100,000	-	-	
Transfer from Water Utility toward building	46.0000.4830	-	-	-	-	625,000	-	-	-	
Transfer from Street Improvement fund					470,000					
Interest revenue	46.0000.4711	25,000	10,000	10,000	12,500	2,000	2,000	2,000	2,000	
Total Revenue		1,830,000	1,713,000	1,808,000	2,017,500	4,037,000	3,187,000	2,087,000	4,637,000	
Expenditures:										
Approved Projects:										
51st Street N of Rawson Avenue	46.331.9283.5823		18,000	18,000						
New Fire Station # 3	46.181.9567.5822		823,900	823,900						
Drexel Ave - Hwy 100 to Loomis Road			308,700	308,700						
Grants to Historical Society	46.181.9646.5822		25,000	25,000						
Special Assessments System - Land Mgt.	46.000.9993.5219		1,200	1,200						
Website Redevelopment - phase 2	46.144.9754.5219		9,500	9,500						
GIS Custom Tool Rewrite Project	46.144.9757.5219		34,700	34,700						
Lions Legend Park - Schlueter Addition	46.551.9847.5858		5,000	5,000						
Interest Expense	46.000.0000.5621									
Water Projects	46.755.0000.5830	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	
Sewer Projects	46.756.0000.5829	750,000	750,000	750,000	750,000	750,000	750,000	750,000	750,000	
Bond Issue Costs	46.000.0000.5601									
Total Approved Projects		1,500,000	2,726,000	2,726,000	1,500,000	1,500,000	1,500,000	1,500,000	1,500,000	
Projects Pending Approval:										
Puetz Road -76th St to St Martins							557,000			
Puetz Road -27th St to 43rd Street								150,000	3,112,000	
27th St - College to Drexel								500,000		
South 76th St - Puetz to Imperial Dr	46.000.9249.5829									?
College Avenue S27th St to S43rd St										1,150,000
South 76th St - Puetz to County Line										3,500,000
Extension W Marquette		-	-	-	50,000					
Tornado Warning Sirens		15,000	15,000	-	150,000					
Fire Station #1 Addition										1,500,000
Water/Sewer Building Addition						2,500,000				
Salt Storage Building										150,000
City Hall & Fire Parking lot and Sidewalk Repair					265,000					
Hillcrest Neighborhood Park		-	-	-	-					585,000
Woodview Park		-	-	-	-					357,000
Park Site Development		305,000	305,000	-	-					
Community Recreation Center							1,100,000			
Other	46.999.0000.5499			100,000	50,000					
Total Projects not yet Approved		320,000	320,000	100,000	515,000	2,500,000	1,657,000	650,000	3,112,000	7,242,000
Total expenditures		1,820,000	3,046,000	2,826,000	2,015,000	4,000,000	3,157,000	2,150,000	4,612,000	7,242,000
Net change in fund balance		10,000	(1,333,000)	(1,018,000)	2,500	37,000	30,000	(63,000)	25,000	
Beginning fund balance (projected)		1,039,176	1,039,176	1,039,176	21,176	23,676	60,676	90,676	27,676	
Ending fund balance		1,049,176	(293,824)	21,176	23,676	60,676	90,676	27,676	52,676	

**2010 CAPITAL OUTLAY BUDGET REQUEST
CITY OF FRANKLIN
June, 2008**

THE FOLLOWING ITEM WAS NOT REQUESTED INITIALLY BY THE DEPARTMENT OF ADMINISTRATION. THIS ITEM MAY BE CONSIDERED FOR INCLUSION IN THE 2010 BUDGET. THIS ITEM MAY BE ADDED TO ANY DEPARTMENT'S OPERATING BUDGET AS DETERMINED BY FINANCE, IF APPROPRIATE, OR LEFT SEPARATE FOR THE CAPITAL PROJECTS FUND.

Emergency Notification System and/or Weather Alert Siren System \$30,000 - \$250,000

Common Council requested a review of "Reverse 911" also referred to as Emergency Notification Systems. A system owned and maintained by the City would allow the City to automatically place calls to targeted geographic areas. A self-directed work group of employees from the Police, Health, IT, Fire and Engineering Departments are in the process of analyzing the options for the City and preparing a report. The ENS cost estimate is based upon vendor interviews that have occurred. The Siren system costing is based upon very rough vendor estimates as informally reported.

Fire Department
Future Capital Improvement Fund (Capital Projects to be funded with borrowing)

Fire Station One located at 8901 West Drexel Avenue was built in 1980. It is still structurally sound and cosmetically adequate. There are however, areas that need to be addressed in the very near future.

Station one is not ADA compliant, it lacks bathroom provisions for female firefighters, and it requires moderate upgrades to become energy efficient. In addition, the department has outgrown the available office space and the station lacks facilities to hold meetings or conferences. The fire inspector has no room for record storage and has outgrown the office currently shared with the assistant inspector. The shift commander and the fire lieutenant share an office that is cramped with no privacy available for dealing with personnel matters. The front entrance is cramped, inefficient, and is not ADA compliant. The record storage area for EMS and administrative documents is overloaded and unable to meet the security measures dictated by Federal and State law. The training room doubles as a wellness area lacking adequate room for both functions.

The fire department respectfully request consideration for funding through capital projects to be funded with borrowing to remodel/expand station one within the next five years (by 2015). The property west of station one is now owned by the City and is a perfect location for expansion. Remodeling and expanding station one would accomplish the following:

- Provide a new addition including needed offices, meeting area, training facility, reception area, and record storage.
- Remodel the current office area to provide adequate living area for on-duty fire personnel including proper dormitory and bathroom facilities for future female fire personnel.
- Address handicap access needs
- Provide a Back up Emergency Operations Center / Dispatch Office.

A preliminary estimate done by the architectural firm Angus Young and Associates is \$1,500,000. This is less expensive than building a new main station and the land is available now to add on to the current station. With the assistance of the finance director, the fire department will look into the possibility of using impact fees to assist with funding this project because the need to expand is related to the growth of the community.

Sincerely

James Martins, Fire Chief

**CITY OF FRANKLIN
HIGHWAY DEPARTMENT 331
2010 CAPITAL BORROWING REQUEST
July, 2009**

Salt Storage Building - \$150,000.00

Salt Storage / Mixing Building

Road salt cost per ton has increased by 42%. The 2010 budget year request to purchase road salt will be \$93,600.00. The Public Works Department is attempting to conserve salt without reducing service. Pre-wetting salt and mixing salt and sand are two very effective ways to conserve on salt. Our existing salt storage building is only large enough for salt storage. Pre-wetting salt and mixing salt and sand must be completed prior to a snow event, therefore an additional salt storage / mixing building is necessary.

Having a sufficient supply of road salt available is essential, as purchasing salt from spot markets is very costly and unpredictable. If stored properly road salt can be stored for many years.

A wooden salt storage building is designed to last at least 50 years, costing approximately \$3,000.00 per year. This is a fraction of what road salt costs now and may cost in the future.

Staff is requesting that a second salt storage building be constructed at the Public Works Yard to assist in conserving salt usage and controlling expenditures on the purchase of road salt.

2010 CAPITAL IMPROVEMENTS REQUESTS
PER 5 YEAR CAPITAL IMPROVEMENT PLAN
Franklin Park Commission

Park	Total Request	Impact Fee Portion & Grants	City Portion
<u>A) Woodview Neighborhood Park</u> 38% Growth Share The Comprehensive Outdoor Recreation Plan calls for a neighborhood park in area #4, bordered by W. Puetz Rd to the north, S. 76 th St to the east, W. Ryan Rd to the south and W. St Martins Rd to the west. The Woodview Neighborhood Park, according to the 2006-2010 Capital Improvement Program, shall be a minimum of 10 acres. Budget request for \$585,000 to purchase a minimum of 10 acres for this park site.	585,000	222,300	362,700
<u>D) Hillcrest Neighborhood Park</u> 38% Growth Share The Comprehensive Outdoor Recreation Plan calls for a neighborhood park in area #2, centrally located within the neighborhood, and located generally south of W. Elm Court between W. Loomis Road (STH 36/45) and St. Martin's Road (STH 100). The Hillcrest Neighborhood Park, according to the CORP, shall be a minimum of 19.84 acres, however, depending on land values, the Parks Commission will look to target anywhere from 10-20 acres. Budget request for \$357,000 to purchase a minimum of 10 acres for this park site.	357,000	135,660	221,340
TOTALS	\$942,000	\$357,960	\$584,040

BUD/2010capreq

2010 CAPITAL BUDGET REQUESTS
Department of Administration
Municipal Buildings/Department 181

B. Resurfacing of City Hall parking lot with curb-line repairs – 41.181.0000.5822 = \$255,000.00 Item included in Capital Improvement Funding

The parking located at City Hall has exceeded its reasonable service life and has exceeded the point where small repairs or pot-hole filling is an option. Further more, water drainage has been increasing becoming an issue with large amounts of standing water remaining in the lot during and after a rain. With winter snow we have also had to do extra salting in the lot as snow and ice is building up in the low areas of the parking lot. There are also several areas along the curb-line that are in need of repair, as well, these repairs would be done in conjunction with the lot resurfacing. The parking resurfacing would eliminate holes and ruts that are a tripping hazard and resurfacing will allow for proper water drainage. The restriping of the lot after resurfacing to allow for organized parking would also be part of this project and is included in the budget amount requested. While this project is a Municipal Building budget line item the City Engineering Department staff will provide technical support and would over-see the completion of this project.

D. Sidewalk repair/replacement at City Hall – 41.181.0000.5822 = \$10,000.00
Item included in Capital Improvement Funding

Along with the needed parking lot resurfacing there are also several areas of sidewalk at City hall that are in need of replacement. The primary areas are located in front of the Community room/ Inspection Department entry, along with a small area located by the South entry. The areas in question are developing crumbling edges and corners and are becoming tripping hazards. Repairing these areas will help insure safe entry into City Hall.

- 5. Repair of east side asphalt, Station one's east side drive \$20,000**
asphalt is cracked and lifting creating pot holes. The area needing replacement is approximately 200' by 30'.

CITY OF FRANKLIN

DEBT SERVICE FUND

The Debt Service Fund of the City is used to account for the payment of debt service on all City issued general obligation debt. Payments on general obligation debt issued for general government purposes are funded by the following sources:

- Property tax levy for general City projects (for example, City facilities, such as the Police facility or the Library facility, or non-assessable infrastructure project costs)
- Special assessment collections, for public improvement projects financed with general obligation debt where the property owner is assessed the pro-rata share of the project cost in accordance with City policy and ordinance and state statutes.
- Impact fees collected for the purpose of paying toward new facilities after those facilities were completed.
- Repayment of principal and interest on any City debt issued that is advanced to TIF Districts.

Over the last decade, the net general bonded debt level for City purposes has fluctuated from a low of \$4,669,515 at December 31, 2007 to a high of \$33,102,304 at December 31, 2001.

As shown on the accompanying schedule of debt maturities, the general obligation debt for City purposes outstanding at December 31, 2009 will be \$16,862,000 (\$21,525,000-\$4,663,000). When you combine that amount with the \$30,948,000 outstanding of TIF District debt the total outstanding general obligation debt outstanding will be \$47,810,000. This total debt represents about 24% of the City's legal debt limit per Wisconsin Statutes (5% of equalized property value). Over the past decade, the ratio of net general bonded debt to assessed value has ranged from a high of 1.68% in 2001 to a low of .13% in 2007. The ratio of net general obligation debt to assessed value at December 31, 2009 will be about .19%.

During 2009 the 2010 and 2011 maturities of the 2001 debt offering were called and repaid. The repayment was funded by cash on hand in the Debt Service fund and internal borrowing of \$2,645,000 to be repaid from the 2010 and 2011 Debt service tax levy. Using available funds that have low investment return potential at this time to repay debt costing 4.5% was the best use of those available funds.

The last issuance of GO debt was in 2008 as part of a TIF District borrowing. In the event that additional borrowing becomes necessary in 2009 or 2010 the City will look first to internal borrowing to meet any additional borrowing needs. Historically the city has planned to issue debt every other year. Future debt issuance is forecast at \$2.0 million every other year and is anticipated to pay for public improvement projects as growth occurs in the community. However, due to the economic slowdown the next debt issuance is forecast for 2011. Any new debt for projects presently contemplated for public improvement projects should be offset by the repayment of debt currently outstanding that is scheduled for repayment during this period. It is hoped that the 2011 issuance will not be necessary. The resulting projected dollar savings would offset the shortages currently being incurred due to some impact fee debt not being able to make repayments to the debt service fund during this period of low building activity.

CITY OF FRANKLIN		2007	2008	2009	2009	2009 YTD	2009	2010	2010	2010	Percent
2010 BUDGET		Actual	Actual	Adopted	Amended	6/30/2009	Estimate	Forecast B	Dept/Request	Recommend	Change
DEBT SERVICE FUND - CITY											
REVENUE											
GENERAL PROPERTY TAX	31.0000.4011	\$2,110,000	\$2,000,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	1,900,000	\$1,900,000	\$1,900,000	0.0%
INTEREST ON INVESTMENTS	31.0000.4711	2,872	0	0	0	0	0	0	0	0	0
INTERFUND INTEREST FROM TIF DISTRICT'S	31.0000.4716	373,748	337,659	239,131	220,161	43,251	220,161	197,117	197,117	197,117	0
LANDFILL OPERATIONS-DIRECT	31.0000.4492	304,559	0	0	0	0	0	0	0	0	0
LANDFILL OPERATIONS-SEPARATE	31.0000.4493	25,110	0	0	0	0	0	0	0	0	0
LANDFILL OPERATIONS-FLAT	31.0000.4494	68,498	0	0	0	0	0	0	0	0	0
TRANSFER FROM OTHER FUNDS	31.0000.4830	1,600,000	0	0	0	0	0	0	0	0	0
TRANSFER FROM IMPACT FEES	31.0000.4839	422,093	-184,476	317,000	19,000	0	19,000	343,000	343,000	343,000	0
TRANSFER FROM SPECIAL ASSESSMENTS	31.0000.4835	0	296,166	1,402,883	2,953,212	2,939,996	2,953,212	0	0	0	0
DEBT SERVICE FUND REVENUE		\$4,806,880	\$2,449,348	\$3,859,014	\$5,092,373	\$4,883,247	\$5,092,373	\$2,440,117	\$2,440,117	\$2,440,117	-36.8%
REFUNDED DEBT PROCEEDS	31.0000.4911	9,925,000	0	0	0	0	0	0	0	0	0
GO NOTES DEBT PROCEEDS	31.0000.4912	0	0	0	0	0	0	0	0	0	0
BOND & NOTE PREMIUM	31.0000.4913	41,670	0	0	0	0	0	0	0	0	0
TOTAL REVENUE AND OTHER FUNDING SOURCES		\$14,773,650	\$2,449,348	\$3,859,014	\$5,092,373	\$4,883,247	\$5,092,373	\$2,440,117	\$2,440,117	\$2,440,117	-36.8%
G.O. 7850-99											
PRINCIPAL	31.000.8189.5611	1,125,000	1,125,000	1,125,000	1,125,000	1,125,000	1,125,000	0	0	0	0
INTEREST	31.000.8189.5621	119,813	72,281	24,188	24,188	24,188	24,188	0	0	0	0
TOTAL 1999 BORROWING		1,244,813	1,197,281	1,149,188	1,149,188	1,149,188	1,149,188	0	0	0	0
G.O. 10000-01											
PRINCIPAL	31.000.8021.5611	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	50,000	0
INTEREST	31.000.8021.5621	12,350	10,200	8,050	8,050	4,562	8,050	5,850	5,850	5,850	0
TOTAL 2001 REFUNDING		62,350	60,200	58,050	58,050	54,562	58,050	55,850	55,850	55,850	0
G.O. 10000-01											
PRINCIPAL	31.000.8025.5611	1,125,000	1,450,000	1,475,000	5,875,000	5,875,000	5,875,000	0	0	0	0
INTEREST	31.000.8025.5621	357,584	299,225	233,413	157,772	157,772	157,772	0	0	0	0
TOTAL 2001 BORROWING		1,482,584	1,749,225	1,708,413	6,032,772	6,032,772	6,032,772	0	0	0	0
G.O. 3000-05											
PRINCIPAL	31.000.8011.5611	50,000	0	113,000	113,000	113,000	113,000	150,000	150,000	150,000	0
INTEREST	31.000.8011.5621	85,744	55,913	150,525	150,525	76,322	150,525	145,593	145,593	145,593	0
TOTAL 2005 BORROWING		135,744	55,913	263,525	263,525	189,322	263,525	295,593	295,593	295,593	0
G.O. 4000-05 TIF #3											
PRINCIPAL	31.000.8012.5611	0	300,000	200,000	200,000	200,000	200,000	0	0	0	0
INTEREST	31.000.8012.5621	211,284	263,306	22,650	13,200	13,200	13,200	0	0	0	0
TOTAL 2005 BORROWING		211,284	563,306	222,650	213,200	213,200	213,200	0	0	0	0
G.O. 3000-05 TIF #4											
PRINCIPAL	31.000.8013.5611	0	0	337,000	337,000	337,000	337,000	400,000	400,000	400,000	0
INTEREST	31.000.8013.5621	86,259	57,506	185,738	185,738	96,028	185,738	171,920	171,920	171,920	0
TOTAL 2005 BORROWING		86,259	57,506	522,738	522,738	433,028	522,738	571,920	571,920	571,920	0
G.O. 3000-05 Debt Service											
PRINCIPAL	31.000.8014.5611			0	0	0	0	150,000	150,000	150,000	0
INTEREST	31.000.8014.5621			0	9,450	0	9,450	16,088	16,088	16,088	0
TOTAL 2005 BORROWING				0	9,450	0	9,450	166,088	166,088	166,088	0
G.O. 9925-07 Refunding											
PRINCIPAL	31.000.8016.5611	0	100,000	100,000	100,000	100,000	100,000	100,000	100,000	100,000	0
INTEREST	31.000.8016.5621	249,338	375,250	371,450	371,450	186,675	371,450	367,650	367,650	367,650	0
TOTAL 2007 REFUNDING		249,338	475,250	471,450	471,450	286,675	471,450	467,650	467,650	467,650	0
FUTURE BORROWINGS:											
Future 2011 G.O. DEBT											
PRINCIPAL	31.000.8014.5611							0	0	0	0
INTEREST	31.000.8014.5621							50,000	0	0	0
TOTAL FUTURE BORROWING		0	0	0	0	0	0	50,000	0	0	0
TRANSFER TO OTHER FUNDS											
ADVANCED REFUNDING ESCROW	31.000.9640.5611	0	2,500,000	0	0	0	0	0	0	0	0
PAYMENT TO ESCROW AGENT	31.000.9641.5611	175,000	0	0	0	0	0	0	0	0	0
BOND ISSUE COSTS	31.998.0000.5601	9,865,675	0	0	0	0	0	0	0	0	0
LINE OF CREDIT INTEREST	31.998.0000.5621	97,477	0	0	0	0	0	0	0	0	0
DEBT SERVICE PRINCIPAL		12,390,675	5,525,000	3,400,000	7,800,000	7,800,000	7,800,000	850,000	850,000	850,000	0
DEBT SERVICE INTEREST		1,219,849	1,133,681	996,014	974,373	572,599	974,373	808,101	758,101	758,101	0
DEBT SERVICE PRINCIPAL & INTEREST - CITY		13,610,524	6,658,681	4,396,014	8,774,373	8,372,599	8,774,373	1,658,101	1,608,101	1,608,101	-63.4%
EXCESS OF REVENUE OVER EXPENDITURES		1,163,026	-4,209,333	-537,000	-3,682,000	-3,489,352	-3,682,000	782,016	832,016	832,016	0
FUND BALANCE, BEGINNING OF PERIOD		8,746,307	9,909,333	5,700,000	5,700,000	5,700,000	5,700,000	2,018,000	2,018,000	2,018,000	0
FUND BALANCE, END OF PERIOD		9,909,333	5,700,000	5,163,000	2,018,000	2,210,648	2,018,000	2,800,016	2,850,016	2,850,016	0
Fund Balance											
Fund Balance		1,409,333	0	0	0	0	0	12,016	12,016	12,016	0
Interfund Advance to TIF Districts		8,500,000	5,700,000	5,163,000	4,663,000		4,663,000	4,263,000	4,263,000	4,263,000	0
Interfund Advance from Impact Fees					-2,465,000		-2,465,000	-1,475,000	-1,475,000	-1,475,000	0

**City of Franklin
General Obligation Debt Maturities**

Borrowing Date	Purpose of borrowing, amount, interest rate	Payment Dates	Balance 12/31/2009	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020	2021
03/01/09	Line of Credit Loan														
	PRINCIPAL	2,645,000 3/1	2,645,000	1,170,000	1,475,000										
	INTEREST	3/1, 9/1		51,000	7,000										
04/15/01	Current refunding														
	PRINCIPAL	\$10,000,000 3/1	\$155,000	50,000	105,000										
	INTEREST	4.3 - 5.4% 3/1, 9/1		5,850	2,363										
08/15/05	Capital improvements														
	PRINCIPAL	\$3,000,000 3/1	\$3,837,000	150,000	225,000	450,000	875,000	1,062,000	1,075,000						
	INTEREST	3.75 - 3.9% 3/1, 9/1		145,593	138,562	125,905	100,406	62,634	20,983						
08/15/05	Debt Service														
	PRINCIPAL	\$500,000 3/1	\$500,000	150,000	100,000	150,000	100,000								
	INTEREST	3.75 - 3.9% 3/1, 9/1		16,088	11,400	6,713	1,950								
08/15/05	Capital improvements - TIF #4														
	PRINCIPAL	\$3,000,000 3/1	\$4,663,000	400,000	525,000	700,000	875,000	1,038,000	1,125,000						
	INTEREST	3.75 - 3.9% 3/1, 9/1		171,920	154,576	131,607	101,420	64,116	21,938						
01/01/07	Advance Refunding-4/2001 Bonds														
	PRINCIPAL	\$9,925,000 3/1	9,725,000	100,000	100,000	720,000	620,000	570,000	520,000	1,200,000	1,190,000	1,180,000	1,200,000	1,140,000	1,185,000
	INTEREST	3/1, 9/1		387,650	363,850	348,270	322,810	300,200	279,490	246,810	201,400	156,370	111,150	66,690	22,515
2011	PRINCIPAL	2,000,000 3/1			0	50,000	100,000	150,000	150,000	200,000	250,000	300,000	400,000	200,000	200,000
	INTEREST	3/1, 9/1			50,000	98,750	95,925	90,525	83,650	75,400	64,250	50,350	32,200	23,000	11,000
2013	PRINCIPAL	2,000,000 3/1					0	50,000	100,000	150,000	150,000	200,000	250,000	300,000	400,000
	INTEREST	3/1, 9/1					50,000	98,750	95,925	90,525	83,650	75,400	64,250	50,350	32,200
2015	PRINCIPAL	2,000,000 3/1							0	50,000	100,000	150,000	150,000	200,000	250,000
	INTEREST	3/1, 9/1							50,000	98,750	95,925	90,525	83,650	75,400	64,250
2017	PRINCIPAL	2,000,000 3/1									0	50,000	100,000	150,000	150,000
	INTEREST	3/1, 9/1									50,000	98,750	95,925	90,525	83,650
2019	PRINCIPAL	2,000,000 3/1											0	50,000	100,000
	INTEREST	3/1, 9/1											50,000	98,750	95,925
2021	PRINCIPAL	2,000,000 3/1													0
	INTEREST	3/1, 9/1													50,000
Population 33,550	PRINCIPAL TOTAL	Per Capita 642	21,525,000	2,020,000	2,530,000	2,070,000	2,570,000	2,870,000	2,970,000	1,600,000	1,690,000	1,880,000	2,100,000	2,040,000	2,285,000
	INTEREST TOTAL		758,101	727,751	727,751	711,245	672,511	616,225	551,966	511,485	485,225	471,395	437,175	404,715	359,540
	Total City Debt Service		2,778,101	3,257,751	3,257,751	3,281,245	3,242,511	3,486,225	3,521,966	2,111,485	2,185,225	2,351,395	2,537,175	2,444,715	2,644,540
Less:															
	Impact fee shortfall		1,350,000	50,000	100,000	100,000	150,000	100,000	200,000	100,000	200,000	150,000	200,000	-	-
	Transfer from Impact Fees - Police		(2,463,000)	(130,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)	(205,000)
	Transfer from Impact Fees - Drexel Ave		(1,296,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)	(81,000)
	Transfer from Impact Fees - Fire #3		(677,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)	(43,000)
	Transfer from Impact Fees - Library		(1,436,000)	(89,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)	(140,000)
	Interest Repayment from TIF's		(687,647)	(197,117)	(174,163)	(143,623)	(105,114)	(59,094)	(9,536)	-	-	-	-	-	-
	Principal Repayment from TIF's		(4,863,000)	(400,000)	(525,000)	(700,000)	(875,000)	(1,038,000)	(1,125,000)	157,515	(16,225)	(132,395)	(8,895)	-	-
	Add to (Use of) Fund Balance		0	12,016	(12,016)	331,378	(43,397)	(120,131)	(167,850)	-	-	-	-	-	-
	Estimated special assessments		(828,147)		(277,572)				(51,580)				(359,280)	(128,715)	(415,540)
				(878,101)	(1,357,751)	(881,245)	(1,342,511)	(1,586,225)	(1,621,966)	(211,485)	(285,225)	(451,395)	(637,175)	(544,715)	(744,540)
	NET TAX LEVY IMPACT	57	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000	\$1,900,000

Assumes issuance of additional debt of \$2,000,000 in 2011 and every two years thereafter
9/11/2009

debt serv./Debt-Budget Bk.xls:2010 Recommend

CITY OF FRANKLIN

TIF DISTRICTS

The City of Franklin has three operating Tax Incremental Financing (TIF) Districts. TIF Districts exist to assist in the development of particular areas. They receive the increase in tax revenue that is generated from the increase in development that occurs in that area. The City has asked its Community Development Authority (CDA) to act as agent of the City (i) in planning and carrying out any community development programs and activities approved by the Mayor and Common Council within the TIF Districts. The tax levy generated by the increase in assessed value in the TIF District's is the main source of revenue for the TIF District's. Expenditures consistent with approved Project Plans may be incurred until a time determined by State statute.

TIF District #2

In July 1992, the City of Franklin adopted Resolution 92-3830 establishing a Community Development Authority (CDA) under Sections 66.4325 and 66.431 of the Wisconsin Statutes. The powers of the CDA, under the Community Development Authority Law, include its power to issue revenue bonds to provide financing for qualified redevelopment projects to be constructed by private developers, including by way of illustration but not limitation the following public benefits: the elimination or prevention of substandard, deteriorated, unsanitary, and blighted areas; the provision and retention of gainful employment opportunities for the citizens of the City; increase in the City's tax base; and the stimulation of the flow of investment capital into the City with resultant beneficial effects upon the economy in the City.

In TIF District #2 the Franklin CDA is to provide for the administration of applicable laws within Planned District Development (PDD) #18 including the review and approval of land use and of sites and building plans. The CDA is authorized to issue debt including lease revenue bonds, to finance projects of the character of the Franklin Business Park (FBP), to accept contributions of property, and to lease and/or sell such property. The CDA entered into a Development Agreement with MLG Development originally in July, 1993 and continuous through a Sixth Amendment dated January, 2006, the CDA also with MLG is doing what they can to increase the values of properties located in TIF District #2). The CDA, the City and MLG, cooperate with each other in the marketing of land in the FBP to prospective businesses of the FBP.

The CDA lease revenue debt due after 2008 was refinanced in 2006 with City issued General Obligation Notes with the CDA making the debt service payments on the new debt that realized a debt service saving to the TIF District of \$420,000.

The latest annual projections show \$45.9 million in the costs of infrastructure and financing costs over the life of the TIF will be incurred, anticipates \$188.3 million in development within the District which will provide the tax levy and other sources of revenue to pay off the debt issued to support the projects. Those projections indicate that there will be enough revenue collected to retire all remaining TIF District #2 debt in 2011. The following year the tax revenue will be available to the taxing districts.

TIF District #3

In June 2005, the City of Franklin adopted Resolution 2005-5906 establishing TIF District #3. The TIF District is generally from Rawson Avenue to just south of Drexel Avenue and from 27th Street to 35th Street. The main purpose of the TIF District is to improve road infrastructure in the district to promote quality development. The latest projection anticipates \$15.7 million in the costs of infrastructure and incentives, \$4.1 million in net financing costs and anticipates \$161 million in incremental development within the District. The debt issued will pay for the infrastructure with tax revenue created by the development paying off the debt. The plan anticipates that the debt will be paid off and TIF District closed by 2014. The following year the tax revenue will be available to the taxing districts.

TIF District #4

In June 2005, the City of Franklin adopted Resolution 2005-5907 establishing TIF District #4. The TIF District is generally from 27th Street to the Oakwood Golf Course then south to the Racine County line. The main purpose of the TIF District is to improve road and sanitary sewer infrastructure in the district to promote quality development. The plan anticipates \$22.7 million in the costs of infrastructure created and anticipates \$181 million in development within the District. The debt will pay for the infrastructure with tax revenue created by the development paying off the debt. The project plan anticipates that the debt will be paid off and TIF District closed by 2023. The following year the tax revenue will be available to the taxing districts.

TIF District's Outstanding Debt

General obligation note proceeds are provided to the TIF Districts directly or through interfund advances from a shared issuance (2005) with similar terms to the general obligation notes issued by the City. The schedule of outstanding debt maturities shows the amounts borrowed, the balance outstanding and annual debt service payment obligations for the next several years.

In August 2008 TIF District #3 issued \$10 million in new tax exempt debt. The proceeds of this issue allowed TIF District #3 to repay its line of credit of \$4 million and reduced its interfund advance by \$6 million. The \$6 million in interfund advance returned to the Debt Service Fund was reissued to TIF District #4 - \$3.5 million and the Capital Improvement Fund - \$2.5 million.

City of Franklin
Tax Incremental Financing Districts
Outstanding Debt Maturities

Date Amount	Purpose of borrowing Interest rate	Payment Dates	Balance 12/31/2009	2010	2011	2012	2013	2014	2015
TIF #2 City of Franklin General Obligation Notes									
1/1/2006	Refinancing Debt								
\$10,000,000	Principal	3/1	7,700,000	3,000,000	4,700,000				
	Interest 3.5% to 4.0%	3/1, 9/1		248,000	94,000				
	Total Principal			3,000,000	4,700,000				
	Total Interest			248,000	94,000				
Population 33,550	Annual Debt Payment	Per Capita 97		\$ 3,248,000	\$ 4,794,000	\$ -	\$ -	\$ -	\$ -
	TIF No. 2 Debt Total	230	\$ 7,700,000	\$ 4,700,000	\$ -	\$ -	\$ -	\$ -	\$ -
TIF #3 City of Franklin General Obligation Notes									
1/3/2007	Capital improvements Taxable Notes								
10,000,000	Principal	3/1	\$ 8,785,000	625,000	640,000	655,000	670,000	6,195,000	
	Interest 4.95%	3/1, 9/1		419,389	388,080	356,029	323,235	153,326	
50	8/26/2008	Capital improvements Tax Exempt Notes							
	Principal	3/1	\$ 9,800,000	800,000	1,000,000	2,000,000	2,500,000	3,500,000	
	Interest 3.0 to 3.5%	3/1, 9/1		345,000	315,500	261,500	178,125	65,625	
	Total Principal			1,425,000	1,640,000	2,655,000	3,170,000	9,695,000	
	Total Interest			764,389	703,580	617,529	501,360	218,951	
Population 33,550	Annual Debt Payment	Per Capita 65		\$ 2,189,389	\$ 2,343,580	\$ 3,272,529	\$ 3,671,360	\$ 9,913,951	\$ -
	TIF No. 3 Debt Total	554	\$ 18,585,000	\$ 17,160,000	\$ 15,520,000	\$ 12,865,000	\$ 9,695,000	\$ -	\$ -
TIF #4 Interfund Advance by City of Franklin									
8/15/2005	Capital improvements								
\$3,000,000	Principal	3/1	\$ 4,663,000	400,000	525,000	700,000	875,000	1,038,000	1,125,000
	Interest 4.55%	3/1, 9/1		171,920	154,576	131,607	101,420	64,116	21,938
Population 33,550	Annual Debt Payment	Per Capita 17		\$ 571,920	\$ 679,576	\$ 831,607	\$ 976,420	\$ 1,102,116	\$ 1,146,938
	TIF No. 4 Debt Total	139	\$ 4,663,000	\$ 4,263,000	\$ 3,738,000	\$ 3,038,000	\$ 2,163,000	\$ 1,125,000	\$ -
Population 33,550	Total TIF Districts Debt	Per Capita 179		\$ 6,009,309	\$ 7,817,156	\$ 4,104,136	\$ 4,647,780	\$ 11,016,067	\$ 1,146,938
	TIF Districts Debt Total	922	\$ 30,948,000	\$ 26,123,000	\$ 19,258,000	\$ 15,903,000	\$ 11,858,000	\$ 1,125,000	\$ -